

ANNUAL STATEMENT
For the Year Ending December 31, 2008 OF THE CONDITION AND AFFAIRS OF THE

**Care Improvement Plus South Central Insurance Company** 

| NAIC Group C  | ode   | 4443   | , 4443   | NAIC Company Co   | de12567  | Employer's ID Number   | 20-3888112   |
|---|---|--|--|---|--|--|--|
|   |   | (Current Period)   | (Prior Period)   |   |  |  |  |
| Organized und   | ler the Laws o  | of   | Arkansas   | , State of  | Domicile or Port of  | Entry A  | rkansas  |
| Country of Dor  | micile  | l  | United States of America   |   |  |  |  |
| Licensed as bu  | usiness type:   | Life, Accident & H<br>Dental Service Co<br>Other[ ]  | rporation[] Vision S   | ty/Casualty[ ]<br>Service Corporation[ ]<br>Federally Qualified? Yes  | He   | ospital, Medical & Dental Service or In<br>ealth Maintenance Organization[ ]   | idemnity[ ]  |
| Incorporated/O  | Organized   |  | 01/13/2006   | C   | ommenced Busines   | ss01/01/20   | 07   |
| Statutory Hom   | e Office  |  | 400 West Capitol, Suite 2000   | ) ,   |  | Little Rock, AR 72201  |  |
| Main Administr  | rative Office   |  | (Street and Number)  |   | mden Street, Suite   | (City or Town, State and Zip Co  | de)  |
|   |   | Ва   | altimore, MD 21201   | (Sii  | reet and Number)   | (410)625-2200  |  |
| Mail Address  |   | (City or To  | wn, State and Zip Code) 351 W. Camden Street, Suite 1  | 00  |  | (Area Code) (Telephone Nu<br>Baltimore, MD 21201   | mber)  |
| Iviali Addiess  |   | -  | (Street and Number or P.O. Box)  |   |  | (City or Town, State and Zip Co  | de)  |
| Primary Location  | on of Books a   | and Records  |  | 351   | W. Camden Street,<br>(Street and Numb  |  | _  |
|   |   | Baltir   | more, MD 21201   |   | (Street and Numb   | (410)625-2200  |  |
| Internet Websi  | ite Address   | (City or To  | wn, State and Zip Code) www.xlhealth.com   |   |  | (Area Code) (Telephone Nu  | mber)  |
| Statutory State   | ement Contac  | t  | Justin M. Jarkowski  |   | _  | (443)524-8929  |  |
| Claratory Clara   | oment contac  |  | (Name)   |   |  | (Area Code)(Telephone Number)  | (Extension)  |
|   |   |  | vski@xlhealth.com<br>E-Mail Address)   |   |  | (410)244-8347<br>(Fax Number)  |  |
|   |   | ,-   |  | <b>OFFICERS</b>   |  | (  |  |
|   |   | F  | Frederick Clark Dunlap Paul Anthony Serini Mete Sahin Frederick Porter Dodson Daniel Jay Friedman Suresh Ramakrishnan Laura June Ciavola Robb Andrew Cohen  DIREC rederick Clark Dunlap rederick Porter Dodson # | Chairman, CEO & Pres<br>Secretary & EVP<br>Treasurer & CFO<br>Assistant Secretary & Assistant Secretary & CIO<br>Senior VP of Claims & CGAO<br>OTHERS                         | EVP<br>CLO<br>Systems Intergration   | #<br>#<br>#<br>on #<br>#   |  |
| were the absolute<br>contained, annexed<br>deductions therefor<br>may differ; or, (2)<br>Furthermore, the s | e property of the<br>ed or referred to<br>rom for the perion<br>that state rules<br>scope of this att | y being duly sworn, each<br>said reporting entity, fre<br>o, is a full and true staten<br>od ended, and have bee<br>or regulations require di<br>testation by the describe | e and clear from any liens or claims the<br>nent of all the assets and liabilities and<br>n completed in accordance with the N<br>fferences in reporting not related to ac                                       | nereon, except as herein state<br>d of the condition and affairs o<br>IAIC Annual Statement Instruct<br>counting practices and procedures<br>presponding electronic filing wi | d, and that this statem<br>of the said reporting er<br>tions and Accounting<br>dures, according to the<br>ith the NAIC, when rea | on the reporting period stated above, all or<br>nent, together with related exhibits, schedul<br>hitly as of the reporting period stated above<br>Practices and Procedures manual except to<br>e best of their information, knowledge and<br>quired, that is an exact copy (except for for<br>ement. | es and explanations therein<br>e, and of its income and<br>to the extent that: (1) state land<br>belief, respectively. |
| Subscrib  | (F<br>Chairma   | (Signature) rick Clark Dunlap Printed Name) 1. n, CEO & President (Title) n to before me this  | a. Is thi<br>b. If no  | (Signature) Paul Anthony Serini (Printed Name) 2. Secretary & EVP (Title) is an original filing? , 1. State the amendn 2. Date filed  | nent number  | (Signature)  Mete Sahin (Printed Name) 3. Treasurer & CF (Title)  Yes[X] No[]  | FO   |
|   |   |  |  | 2. Date lileu  3. Number of pages   | attached   |  | _  |

(Notary Public Signature)

### **EXHIBIT 2 - ACCIDENT AND HEALTH PREMIUMS DUE AND UNPAID**

| 1   | 2           | 3            | 4            | 5            | 6           | 7         |
|---|-------------|--------------|--------------|--------------|-------------|-----------|
| Name of Debtor  | 1 - 30 Days | 31 - 60 Days | 61 - 90 Days | Over 90 Days | Nonadmitted | Admitted  |
| 0199999 Total individuals   | 354,445     | 311,139      | (16,091)     | 2,728,067    | 2,881,378   | 496,182   |
| 0299998 Premium due and unpaid not individually listed                  |             |              |              |              |             |           |
| 0299999 Total group   |             |              |              |              |             |           |
| 0399999 Premiums due and unpaid from Medicare entities                  | 9,212,938   |              |              |              |             | 9,212,938 |
| 0499999 Premiums due and unpaid from Medicaid entities                  |             |              |              |              |             |           |
| 0599999 Accident and health premiums due and unpaid (Page 2, Line 13) . | 9,567,384   | 311,139      | (16,091)     | 2,728,067    | 2,881,378   | 9,709,120 |

### **EXHIBIT 3 - HEALTH CARE RECEIVABLES**

| 1  | 2           | 3            | 4            | 5            | 6           | 7         |
|--|-------------|--------------|--------------|--------------|-------------|-----------|
| Name of Debtor   | 1 - 30 Days | 31 - 60 Days | 61 - 90 Days | Over 90 Days | Nonadmitted | Admitted  |
| 0199998 Pharmaceutical Rebate Receivables - Not Individually Listed  | 735,253     | 743,078      | 621,579      |              |             | 2,099,910 |
| 0199999 Subtotal - Pharmaceutical Rebate Receivables                 | 735,253     | 743,078      | 621,579      |              |             | 2,099,910 |
| 0299998 Claim Overpayment Receivables - Not Individually Listed      |             |              |              | 3,742,578    | 3,742,578   |           |
| 0299999 Subtotal - Claim Overpayment Receivables                     |             |              |              | 3,742,578    | 3,742,578   |           |
| 0399998 Loans and Advances to Providers - Not Individually Listed    |             |              |              |              |             |           |
| 0399999 Subtotal - Loans and Advances to Providers                   |             |              |              |              |             |           |
| 0499998 Capitation Arrangement Receivables - Not Individually Listed |             |              |              |              |             |           |
| 0499999 Subtotal - Capitation Arrangement Receivables                |             |              |              |              |             |           |
| 0599998 Risk Sharing Receivables - Not Individually Listed           |             |              |              |              |             |           |
| 0599999 Subtotal - Risk Sharing Receivables                          |             |              |              |              |             |           |
| 0699998 Other Receivables - Not Individually Listed                  | 77,683      | 12,145       | (11,702)     | 387,561      | 465,687     |           |
| 0699999 Subtotal - Other Receivables                                 | 77,683      | 12,145       | (11,702)     | 387,561      | 465,687     |           |
| 0799999 Gross health care receivables                                | 812,936     | 755,223      | 609,877      | 4,130,139    | 4,208,265   | 2,099,910 |

# EXHIBIT 4 - CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported) Aging Analysis of Unpaid Claims

| 1  | 2           | 3            | 4            | 5             | 6             | 7           |
|--|-------------|--------------|--------------|---------------|---------------|-------------|
| Account  | 1 - 30 Days | 31 - 60 Days | 61 - 90 Days | 91 - 120 Days | Over 120 Days | Total       |
| 0299999 Aggregate Accounts Not Individually Listed - Uncovered |             |              |              |               |               |             |
| 0399999 Aggregate Accounts Not Individually Listed - Covered   | 8,270,195   | 849,104      | 474,751      | 335,655       | 221,880       | 10,151,585  |
| 0499999 Subtotals  | 8,270,195   | 849,104      | 474,751      | 335,655       | 221,880       | 10,151,585  |
| 0599999 Unreported claims and other claim reserves             |             |              |              |               |               | 98,532,105  |
| 0699999 Total Amounts Withheld                                 |             |              |              |               |               |             |
| 0799999 Total Claims Unpaid                                    |             |              |              |               |               | 108,683,690 |
| 0899999 Accrued Medical Incentive Pool and Bonus Amounts       |             |              |              |               |               |             |

### **EXHIBIT 5 - AMOUNTS DUE FROM PARENT, SUBSIDIARIES AND AFFILIATES**

| 1   | 2           | 3            | 4            | 5            | 6           | Adm       | itted       |
|---|-------------|--------------|--------------|--------------|-------------|-----------|-------------|
|   |             |              |              |              |             | 7         | 8           |
| Name of Affiliate                               | 1 - 30 Days | 31 - 60 Days | 61 - 90 Days | Over 90 Days | Nonadmitted | Current   | Non-Current |
| Individually listed receivables                 |             |              |              |              |             |           |             |
| XL Health Corporation                           | 6,213,607   |              |              |              |             | 6,213,607 |             |
| 0199999 Total - Individually listed receivables | 6,213,607   |              |              |              |             | 6,213,607 |             |
| 0299999 Receivables not inidvidually listed     |             |              |              |              |             |           |             |
| 0399999 Total gross amounts receivable          | 6,213,607   |              |              |              |             | 6,213,607 |             |

### **EXHIBIT 6 - AMOUNTS DUE TO PARENT, SUBSIDIARIES AND AFFILIATES**

| 1                            | 2           | 3      | 4       | 5           |
|------------------------------|-------------|--------|---------|-------------|
| Affiliate                    | Description | Amount | Current | Non-Current |
|                              |             |        |         |             |
|                              |             |        |         |             |
|                              |             |        |         |             |
|                              |             |        |         |             |
|                              |             |        |         |             |
| 0399999 Total gross payables | XXX         |        |         |             |

### **EXHIBIT 7 - PART 1 - SUMMARY OF TRANSACTIONS WITH PROVIDERS**

|       |  | 1              | 2                 | 3       | 4                | 5             | 6                 |
|-------|--|----------------|-------------------|---------|------------------|---------------|-------------------|
|       |  |                |                   |         |                  | Column 1      | Column 1          |
|       |  | Direct Medical | Column 1          | Total   | Column 3         | Expenses Paid | Expenses Paid     |
|       | Payment  | Expense        | as a %            | Members | as a %           | to Affiliated | to Non-Affiliated |
|       | Method   | Payment        | of Total Payments | Covered | of Total Members | Providers     | Providers         |
| Capit | ation Payments:  |                |                   |         |                  |               |                   |
| 1.    | Medical groups   |                |                   |         |                  |               |                   |
| 2.    | Intermediaries   | 4,184,138      | 0.611             | 45,386  | 100.000          |               | 4,184,138         |
| 3.    | All other providers                                    |                |                   |         |                  |               |                   |
| 4.    | All other providers  Total capitation payments         | 4,184,138      | 0.611             | 45,386  | 100.000          |               | 4,184,138         |
| Othe  | Payments:  |                |                   |         |                  |               |                   |
| 5.    | Fee-for-service  |                |                   | X X X   | X X X            |               |                   |
| 6.    | Contractual fee payments                               | 681,081,135    | 99.389            | X X X   | X X X            |               | 681,081,135       |
| 7.    | Bonus/withhold arrangements - fee-for-service          |                |                   | X X X   | X X X            |               |                   |
| 8.    | Bonus/withhold arrangements - contractual fee payments |                |                   | X X X   | X X X            |               |                   |
| 9.    | Non-contingent salaries                                |                |                   | X X X   | X X X            |               |                   |
| 10.   | Aggregate cost arrangements                            |                |                   | X X X   | X X X            |               |                   |
| 11.   | All other payments                                     |                |                   |         |                  |               |                   |
| 12.   | Total other payments                                   |                |                   |         |                  |               |                   |
| 13.   | Total (Line 4 plus Line 12)                            | 685,265,273    | 100.000           | X X X   | X X X            |               | 685,265,273       |

### **EXHIBIT 7 - PART 2 - SUMMARY OF TRANSACTIONS WITH INTERMEDIARIES**

| 1       | 2            | 3          | 4               | 5              | 6                  |
|---------|--------------|------------|-----------------|----------------|--------------------|
|         |              |            |                 | Intermediary's | Intermediary's     |
| NAIC    | Name of      | Capitation | Average Monthly | Total Adjusted | Authorized Control |
| Code    | Intermediary | Paid       | Capitation      | Capital        | Level RBC          |
|         | MTM          | 1,129,711  | 94,143          |                |                    |
| 00000   | Avesis       | 3,054,428  | 254,536         |                |                    |
| 9999999 |              | 4,184,139  | X X X           | X X X          | X X X              |

### **EXHIBIT 8 - FURNITURE, EQUIPMENT AND SUPPLIES OWNED**

|    |   | 1        | 2            | 3            | 4            | 5        | 6        |
|----|---|----------|--------------|--------------|--------------|----------|----------|
|    |   |          |              |              | Book Value   | Assets   | Net      |
|    |   |          |              | Accumulated  | Less         | Not      | Admitted |
|    | Description                               | Cost     | Improvements | Depreciation | Encumbrances | Admitted | Assets   |
| 1. | Administrative furniture and equipment    |          |              |              |              |          |          |
| 2. | Medical furniture, equipment and fixtures | _        |              |              |              |          |          |
| 3. | Pharmaceuticals and surgical supplies     | $\wedge$ |              |              |              |          |          |
| 4. | Durable medical equipment                 | UN       |              |              |              |          |          |
| 5. | Other property and equipment              |          |              |              |              |          |          |
| 6. | Total                                     |          |              |              |              |          |          |



| NAIC Group Code 4443   |             | BUSINESS         | IN THE STATE (      | OF <b>arkansas</b> [ | DURING THE YE | AR     |                |             | NAIC Company | Code 12567 |
|--|-------------|------------------|---------------------|----------------------|---------------|--------|----------------|-------------|--------------|------------|
|  | 1           | Comprehensive (H | lospital & Medical) | 4                    | 5             | 6      | 7              | 8           | 9            | 10         |
|  |             | 2                | 3                   |                      |               |        | Federal        |             |              |            |
|  |             |                  |                     |                      |               |        | Employees      |             |              |            |
|  |             |                  |                     | Medicare             | Vision        | Dental | Health Benefit | Title XVIII | Title XIX    |            |
|  | Total       | Individual       | Group               | Supplement           | Only          | Only   | Plan           | Medicare    | Medicaid     | Other      |
| Total Members at end of:   |             |                  |                     |                      |               |        |                |             |              |            |
| 1. Prior Year  | 11,605      |                  |                     |                      |               |        |                | 11,605      |              |            |
| 2. First Quarter   | 7,992       |                  |                     |                      |               |        |                | 7,992       |              |            |
| 3. Second Quarter  |             |                  |                     |                      |               |        |                | 7,458       |              |            |
| 4. Third Quarter   | 7,457       |                  |                     |                      |               |        |                | 7,457       |              |            |
| 5. Current Year  | 7,368       |                  |                     |                      |               |        |                | 7,368       |              |            |
| 6. Current Year Member Months  | 93,342      |                  |                     |                      |               |        |                | 93,342      |              |            |
| Total Member Ambulatory Encounters for Year:   |             |                  |                     |                      |               |        |                |             |              |            |
| 7. Physician   | 272,489     |                  |                     |                      |               |        |                | 272,489     |              |            |
| 8. Non-Physician   | 46,424      |                  |                     |                      |               |        |                | 46,424      |              |            |
| 9. Total   | 318,913     |                  |                     |                      |               |        |                | 318,913     |              |            |
| 10. Hospital Patient Days Incurred   | 35,410      |                  |                     |                      |               |        |                | 35,410      |              |            |
| <ul> <li>Hospital Patient Days Incurred</li> <li>Number of Inpatient Admissions</li> </ul> | 4,699       |                  |                     |                      |               |        |                | 4,699       |              |            |
| 12. Health Premiums Written (b)  | 123,203,875 |                  |                     |                      |               |        |                | 123,203,875 |              |            |
| 13. Life Premiums Direct   |             |                  |                     |                      |               |        |                |             |              |            |
| 14 Property/Casualty Premiums Written  |             |                  |                     |                      |               |        |                |             |              |            |
| 15. Health Premiums Earned   | 123.203.875 |                  |                     |                      |               |        |                | 123,203,875 |              |            |
| 16. Property/Casualty Premiums Earned  |             |                  |                     |                      |               |        |                |             |              |            |
| Amount Paid for Provision of Health Care Services  | 119,770,369 |                  |                     |                      |               |        |                |             |              |            |



| NAIC Group Code 4443  |             | BUSINES          | S IN THE STATE      | OF <b>GEORGIA</b> D | URING THE YEA | .R     |                |             | NAIC Company | Code 12567 |
|---|-------------|------------------|---------------------|---------------------|---------------|--------|----------------|-------------|--------------|------------|
|   | 1           | Comprehensive (H | lospital & Medical) | 4                   | 5             | 6      | 7              | 8           | 9            | 10         |
|   |             | 2                | 3                   |                     |               |        | Federal        |             |              |            |
|   |             |                  |                     |                     |               |        | Employees      |             |              |            |
|   |             |                  |                     | Medicare            | Vision        | Dental | Health Benefit | Title XVIII | Title XIX    |            |
|   | Total       | Individual       | Group               | Supplement          | Only          | Only   | Plan           | Medicare    | Medicaid     | Other      |
| Total Members at end of:  |             |                  | ·                   |                     |               |        |                |             |              |            |
| 1. Prior Year   | 19,782      |                  |                     |                     |               |        |                | 19,782      |              |            |
| 2. First Quarter  |             |                  |                     |                     |               |        |                | 14,469      |              |            |
| 3. Second Quarter   | 14,440      |                  |                     |                     |               |        |                | 14,440      |              |            |
| 4. Third Quarter  | 15,226      |                  |                     |                     |               |        |                | 15,226      |              |            |
| 5. Current Year   |             |                  |                     |                     |               |        |                | 15,501      |              |            |
| 6. Current Year Member Months                                     | 180,315     |                  |                     |                     |               |        |                | 180,315     |              |            |
| Total Member Ambulatory Encounters for Year:                      |             |                  |                     |                     |               |        |                |             |              |            |
| 7. Physician  | 526,386     |                  |                     |                     |               |        |                | 526,386     |              |            |
| 8. Non-Physician  | 89,679      |                  |                     |                     |               |        |                | 89,679      |              |            |
| 9. Total  | 616,065     |                  |                     |                     |               |        |                | 616,065     |              |            |
| 10. Hospital Patient Days Incurred                                | 68,405      |                  |                     |                     |               |        |                | 68,405      |              |            |
| Hospital Patient Days Incurred     Number of Inpatient Admissions | 9,078       |                  |                     |                     |               |        |                | 9,078       |              |            |
| 12. Health Premiums Written (b)                                   | 238,252,759 |                  |                     |                     |               |        |                | 238,252,759 |              |            |
| 13. Life Premiums Direct  |             |                  |                     |                     |               |        |                |             |              |            |
| 14. Property/Casualty Premiums Written                            |             |                  |                     |                     |               |        |                |             |              |            |
| 15. Health Premiums Earned  | 238.252.759 |                  |                     |                     |               |        |                | 238,252,759 |              |            |
| 16. Property/Casualty Premiums Earned                             |             |                  |                     |                     |               |        |                |             |              |            |
| 17. Amount Paid for Provision of Health Care Services             |             |                  |                     |                     |               |        |                | 249,944,110 |              |            |
| 18. Amount Incurred for Provision of Health Care Services         | 235,943,984 |                  |                     |                     |               |        |                | 235,943,984 |              |            |

<sup>(</sup>a) For health business: number of persons insured under PPO managed care products ......0 and number of persons insured under indemnity only products .... (b) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$.....231,568,816



| NAIC Group Code 4443  |            | BUSINES          | S IN THE STATE      | OF MISSOURI D | URING THE YEA | AR .   |                |                          | NAIC Company | Code 12567 |
|---|------------|------------------|---------------------|---------------|---------------|--------|----------------|--------------------------|--------------|------------|
|   | 1          | Comprehensive (H | lospital & Medical) | 4             | 5             | 6      | 7              | 8                        | 9            | 10         |
|   |            | 2                | 3                   |               |               |        | Federal        |                          |              |            |
|   |            |                  |                     |               |               |        | Employees      |                          |              |            |
|   |            |                  |                     | Medicare      | Vision        | Dental | Health Benefit | Title XVIII              | Title XIX    |            |
|   | Total      | Individual       | Group               | Supplement    | Only          | Only   | Plan           | Medicare                 | Medicaid     | Other      |
| Total Members at end of:  |            |                  | ·                   |               |               |        |                |                          |              |            |
| 1. Prior Year   | 6,251      |                  |                     |               |               |        |                | 6,251                    |              |            |
| 2. First Quarter  | 3,785      |                  |                     |               |               |        |                | 3,785                    |              |            |
| 3. Second Quarter   | 3,477      |                  |                     |               |               |        |                | 3,477                    |              |            |
| 4. Third Quarter  | 3,572      |                  |                     |               |               |        |                | 3,572                    |              |            |
| 5. Current Year   | 3,545      |                  |                     |               |               |        |                | 3,545                    |              |            |
| 6. Current Year Member Months   | 44,581     |                  |                     |               |               |        |                | 44,581                   |              |            |
| Total Member Ambulatory Encounters for Year:  |            |                  |                     |               |               |        |                |                          |              |            |
| 7. Physician  |            |                  |                     |               |               |        |                |                          |              |            |
| 8. Non-Physician  | 22,172     |                  |                     |               |               |        |                | 22,172                   |              |            |
| 9. Total  | 152,314    |                  |                     |               |               |        |                | 152,314                  |              |            |
| 10. Hospital Patient Days Incurred  | 16,912     |                  |                     |               |               |        |                | 16,912                   |              |            |
| <ul><li>10. Hospital Patient Days Incurred</li><li>11. Number of Inpatient Admissions</li></ul>             | 2,244      |                  |                     |               |               |        |                | 2,244                    |              |            |
| 12. Health Premiums Written (b)   | 58,804,175 |                  |                     |               |               |        |                | 58,804,175               |              |            |
| 13. Life Premiums Direct  |            |                  |                     |               |               |        |                |                          |              |            |
| 14 Property/Casualty Premiums Written   |            |                  |                     |               |               |        |                |                          |              |            |
| 15. Health Premiums Earned  | 58.804.175 |                  |                     |               |               |        |                | 58,804,175               |              |            |
| 16. Property/Casualty Premiums Earned   |            |                  |                     |               |               |        |                |                          |              |            |
| Amount Paid for Provision of Health Care Services     Amount Incurred for Provision of Health Care Services | 54,144,360 |                  |                     |               |               |        |                | 54,144,360<br>51,111,571 |              |            |



|  |             | INLI OI          | VI I OIV. I. COIVI  | OIVATION.     | Z. LOCATION.  |        |                |             |              |            |
|--|-------------|------------------|---------------------|---------------|---------------|--------|----------------|-------------|--------------|------------|
| NAIC Group Code 4443                                     |             | BUSINESS IN      | THE STATE OF        | SOUTH CAROLII | NA DURING THE | YEAR   |                |             | NAIC Company | Code 12567 |
|  | 1           | Comprehensive (H | Hospital & Medical) | 4             | 5             | 6      | 7              | 8           | 9            | 10         |
|  |             | 2                | 3                   | 1             |               |        | Federal        |             |              |            |
|  |             |                  |                     |               |               |        | Employees      |             |              |            |
|  |             |                  |                     | Medicare      | Vision        | Dental | Health Benefit | Title XVIII | Title XIX    |            |
|  | Total       | Individual       | Group               | Supplement    | Only          | Only   | Plan           | Medicare    | Medicaid     | Other      |
| Total Members at end of:                                 |             |                  | ·                   |               | j             | j      |                |             |              |            |
| 1. Prior Year  | 19,620      |                  |                     |               |               |        |                | 19,620      |              |            |
| First Quarter     Second Quarter                         |             |                  |                     |               |               |        |                | 16,574      |              |            |
| 3. Second Quarter  | .   16,696  |                  |                     |               |               |        |                | 16,696      |              |            |
| 4. Third Quarter   |             |                  |                     |               |               |        |                | 18,396      |              |            |
| 5. Current Year  |             |                  |                     |               |               |        |                |             |              |            |
| 6. Current Year Member Months                            | 210,371     |                  |                     |               |               |        |                | 210,371     |              |            |
| Total Member Ambulatory Encounters for Year:             |             |                  |                     |               |               |        |                |             |              |            |
| 7. Physician   | .   614,128 |                  |                     |               |               |        |                | 614,128     |              |            |
| 8. Non-Physician   |             |                  |                     |               |               |        |                | 104,628     |              |            |
| 9. Total   |             |                  |                     |               |               |        |                | 718,756     |              |            |
| 10. Hospital Patient Days Incurred                       | 79,807      |                  |                     |               |               |        |                | 79,807      |              |            |
| 11. Number of Inpatient Admissions                       |             |                  |                     |               |               |        |                | 10,591      |              |            |
| 12. Health Premiums Written (b)                          | 278,204,313 |                  |                     |               |               |        |                | 278,204,313 |              |            |
| 13. Life Premiums Direct                                 |             |                  |                     |               |               |        |                |             |              |            |
| 14. Property/Casualty Premiums Written                   |             |                  |                     |               |               |        |                |             |              |            |
| 15. Health Premiums Earned                               | 278,204,313 |                  |                     |               |               |        |                | 278,204,313 |              |            |
| 16. Property/Casualty Premiums Earned                    |             |                  |                     |               |               |        |                |             |              |            |
| 17. Amount Paid for Provision of Health Care Services    |             |                  |                     |               |               |        |                | 261,406,434 |              |            |
| 18 Amount Incurred for Provision of Health Care Services | 246 764 268 |                  |                     |               |               |        |                | 246 764 268 |              |            |

<sup>(</sup>a) For health business: number of persons insured under PPO managed care products ...............0 and number of persons insured under indemnity only products ..............0. (b) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$.....270,417,011



| NAIC Group Code 4443  BUSINESS IN THE STATE OF <b>GRAND TOTAL</b> DURING THE YEAR  NA |             |                  |                     |            |        |        |                |             |           |       |  |
|---|-------------|------------------|---------------------|------------|--------|--------|----------------|-------------|-----------|-------|--|
|   | 1           | Comprehensive (H | lospital & Medical) | 4          | 5      | 6      | 7              | 8           | 9         | 10    |  |
|   |             | 2                | 3                   |            |        |        | Federal        |             |           |       |  |
|   |             |                  |                     |            |        |        | Employees      |             |           |       |  |
|   |             |                  |                     | Medicare   | Vision | Dental | Health Benefit | Title XVIII | Title XIX |       |  |
|   | Total       | Individual       | Group               | Supplement | Only   | Only   | Plan           | Medicare    | Medicaid  | Other |  |
| Total Members at end of:  |             |                  | ·                   |            | •      |        |                |             |           |       |  |
| 1. Prior Year   | 57,258      |                  |                     |            |        |        |                | 57,258      |           |       |  |
| 2. First Quarter  |             |                  |                     |            |        |        |                | 42,820      |           |       |  |
| 3. Second Quarter   |             |                  |                     |            |        |        |                | 42,071      |           |       |  |
| 4. Third Quarter  | 44,651      |                  |                     |            |        |        |                | 44,651      |           |       |  |
| 5. Current Year   |             |                  |                     |            |        |        |                | 45,386      |           |       |  |
| 6. Current Year Member Months   | 528,609     |                  |                     |            |        |        |                | 528,609     |           |       |  |
| Total Member Ambulatory Encounters for Year:  |             |                  |                     |            |        |        |                |             |           |       |  |
| 7. Physician  | 1,543,145   |                  |                     |            |        |        |                | 1,543,145   |           |       |  |
| 8. Non-Physician  | 262,903     |                  |                     |            |        |        |                | 262,903     |           |       |  |
| 9. Total  | 1,806,048   |                  |                     |            |        |        |                | 1,806,048   |           |       |  |
| 10. Hospital Patient Days Incurred  | 200,534     |                  |                     |            |        |        |                | 200,534     |           |       |  |
| 11. Number of Inpatient Admissions  | 26,612      |                  |                     |            |        |        |                | 26,612      |           |       |  |
| 12. Health Premiums Written (b)   | 698,465,122 |                  |                     |            |        |        |                | 698,465,122 |           |       |  |
| 13. Life Premiums Direct  |             |                  |                     |            |        |        |                |             |           |       |  |
| 14. Property/Casualty Premiums Written  |             |                  |                     |            |        |        |                |             |           |       |  |
| 15. Health Premiums Earned  | 698.465.122 |                  |                     |            |        |        |                | 698,465,122 |           |       |  |
| 16. Property/Casualty Premiums Earned   |             |                  |                     |            |        |        |                |             |           |       |  |
| 17. Amount Paid for Provision of Health Care Services                                 |             |                  |                     |            |        |        |                | 685,265,273 |           |       |  |
| 18. Amount Incurred for Provision of Health Care Services                             | 646,881,492 |                  |                     |            |        |        |                | 646,881,492 |           |       |  |

<sup>(</sup>a) For health business: number of persons insured under PPO managed care products ......0 and number of persons insured under indemnity only products .... (b) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$.....676,863,179

|           |         |           | Nombararios / todames / todiscrit una |          |             | ,        |          |              |               |             |             |
|-----------|---------|-----------|---------------------------------------|----------|-------------|----------|----------|--------------|---------------|-------------|-------------|
| 1         | 2       | 3         | 4                                     | 5        | 6           | 7        | 8        | 9            | 10            | 11          | 12          |
|           |         |           |                                       |          |             |          |          | Reserve      |               |             |             |
|           |         |           |                                       |          |             |          |          | Liability    | Reinsurance   |             | Funds       |
| NAIC      | Federal |           |                                       |          | Type of     |          |          | Other Than   | Payable on    | Modified    | Withheld    |
| Company   | ID      | Effective |                                       |          | Reinsurance |          | Unearned | for Unearned | Paid and      | Coinsurance | Under       |
| Code      | Number  | Date      | Name of Reinsured                     | Location | Assumed     | Premiums | Premiums | Premiums     | Unpaid Losses | Reserve     | Coinsurance |
|           |         |           |                                       | NONE     |             |          |          |              |               |             |             |
| 0399999 T | otals   |           |                                       |          |             |          |          |              |               |             |             |

ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company

0799999 Totals - Life, Annuity and Accident and Health

### **SCHEDULE S - PART 2**

# Reinsurance Recoverable on Paid and Unpaid Losses Listed by Reinsuring Company as of December 31, Current Year

| 1        | 2                  | 3   | 4                | 5              | 6           | 7             |
|----------|--------------------|---|------------------|----------------|-------------|---------------|
| NAIC     | Federal            |   |                  |                |             |               |
| Company  | ID                 | Effective   |                  |                |             |               |
| Code     | Number             | Date  | Name of Company  | Location       | Paid Losses | Unpaid Losses |
| Accident | and Health, Nor    | Effective Date Name of Company Location  Non-Affiliates  D. 01/01/2008 ONEBEACON INS CO Minnetonka, MN ent and Health, Non-Affiliates |                  |                |             |               |
| 21970    | 23-1502700         | 01/01/2008  | ONEBEACON INS CO | Minnetonka, MN | 632,155     |               |
| 0599999  | Total - Accident a | and Health, No  | n-Affiliates     |                | 632,155     |               |
| 0699999  | Totals - Accident  | and Health  |                  |                | 632,155     |               |

### **SCHEDULE S - PART 3 - SECTION 2**

Reinsurance Ceded Accident and Health Insurance Listed by Reinsuring Company as of December 31, Current Year

|   | Transcarding of a second secon |                 |                          |                |         |           |             |                |             |                |             |             |
|---|--|-----------------|--------------------------|----------------|---------|-----------|-------------|----------------|-------------|----------------|-------------|-------------|
| 1   | 2  | 3               | 4                        | 5              | 6       | 7         | 8           | 9              | Outstanding | Surplus Relief | 12          | 13          |
|   |  |                 |                          |                |         |           |             | Reserve        | 10          | 11             |             |             |
|   |  |                 |                          |                |         |           |             | Credit Taken   |             |                |             | Funds       |
| NAIC  | Federal  |                 |                          |                |         |           | Unearned    | Other than for |             |                | Modified    | Withheld    |
| Company   | ID   | Effective       |                          |                |         |           | Premiums    | Unearned       | Current     | Prior          | Coinsurance | Under       |
| Code  | Number   | Date            | Name of Company          | Location       | Туре    | Premiums  | (estimated) | Premiums       | Year        | Year           | Reserve     | Coinsurance |
| Authorize   | d General Acc  | ount - Non-Aff  | iliates                  |                |         |           |             |                |             |                |             |             |
| 21970   | 23-1502700   | 01/01/2008      | ONEBEACON INS CO         | Minnetonka, MN | SSL/A/I | 5,815,030 |             |                |             |                |             |             |
| 0299999   | Subtotal - Author  | rized General A | Account - Non-Affiliates |                |         | 5,815,030 |             |                |             |                |             |             |
| 0399999 Total - Authorized General Account                  |  |                 |                          |                |         |           |             |                |             |                |             |             |
| 0799999 Total - Authorized and Unauthorized General Account |  |                 |                          |                |         |           |             |                |             |                |             |             |
| 1599999 Totals 5,815,030                                    |  |                 |                          |                |         |           |             |                |             |                |             |             |

### SCHEDULE S - PART 4

**Reinsurance Ceded To Unauthorized Companies** 

| 1         | 2                | 3             | 4                          | 5       | 6             | 7          | 8        | 9          | 10         | 11               | 12    | 13            | 14               |
|-----------|------------------|---------------|----------------------------|---------|---------------|------------|----------|------------|------------|------------------|-------|---------------|------------------|
|           |                  |               |                            |         | Paid and      |            |          |            |            | Funds            |       |               | Sum of Cols.     |
| NAIC      | Federal          |               |                            | Reserve | Unpaid Losses |            | Totals   |            |            | Deposited by and |       | Miscellaneous | 9+10+11+12+13    |
| Company   | ID               | Effective     |                            | Credit  | Recoverable   | Other      | (Cols. 5 | Letters of | Trust      | Withheld         |       | Balances      | But Not in       |
| Code      | Number           | Date          | Name of Reinsurer          | Taken   | (Debit)       | Debits     | + 6 + 7) | Credit     | Agreements | from Reinsurers  | Other | (Credit)      | Excess of Col. 8 |
|           |                  |               |                            |         |               |            |          |            |            |                  |       |               |                  |
|           |                  |               |                            | _       |               |            |          |            |            |                  |       |               |                  |
|           |                  |               |                            |         |               |            |          |            |            |                  |       |               |                  |
|           |                  |               |                            |         | N ()          | $N \vdash$ |          |            |            |                  |       |               |                  |
|           |                  |               |                            |         |               |            |          |            |            |                  |       |               |                  |
|           |                  |               |                            |         |               |            |          |            |            |                  |       |               | !                |
| 1199999 T | otals (General A | Account and S | eparate Accounts combined) |         |               |            |          |            |            |                  |       |               |                  |

### **SCHEDULE S - PART 5**

# Five-Year Exhibit of Reinsurance Ceded Business (000 Omitted)

|       |   | 1     | 2     | 3    | 4    | 5    |
|-------|---|-------|-------|------|------|------|
|       |   | 2008  | 2007  | 2006 | 2005 | 2004 |
| A. OF | PERATIONS ITEMS                                       |       |       |      |      |      |
| 1.    | Premiums  |       |       |      |      |      |
| 2.    | Title XVIII-Medicare                                  | 5,815 | 3,678 |      |      |      |
| 3.    | Title XIX - Medicaid                                  |       |       |      |      |      |
| 4.    | Commissions and reinsurance expense allowance         |       |       |      |      |      |
| 5.    | Total hospital and medical expenses                   | 611   | 171   |      |      |      |
| B. BA | LANCE SHEET ITEMS                                     |       |       |      |      |      |
| 6.    | Premiums receivable                                   |       |       |      |      |      |
| 7.    | Claims payable  |       |       |      |      |      |
| 8.    | Reinsurance recoverable on paid losses                | 632   | 171   |      |      |      |
| 9.    | Experience rating refunds due or unpaid               |       |       |      |      |      |
| 10.   | Commissions and reinsurance expense allowances unpaid |       |       |      |      |      |
| 11.   | Unauthorized reinsurance offset                       |       |       |      |      |      |
| C. UN | IAUTHORIZED REINSURANCE                               |       |       |      |      |      |
| (DEP  | OSITS BY AND FUNDS WITHHELD FROM)                     |       |       |      |      |      |
| 12.   | Funds deposited by and withheld from (F)              |       |       |      |      |      |
| 13.   | Letters of credit (L)                                 |       |       |      |      |      |
| 14.   | Trust agreements (T)                                  |       |       |      |      |      |
| 15.   | Other (O)   |       |       |      |      |      |

### **SCHEDULE S - PART 6**

### Restatement of Balance Sheet to Identify Net Credit For Ceded Reinsurance

|       |   | 1              | 2           | 3                |
|-------|---|----------------|-------------|------------------|
|       |   | As Reported    | Restatement | Restated         |
|       |   | (net of ceded) | Adjustments | (gross of ceded) |
| ASSE  | TS (Page 2, Col. 3)   |                | -           |                  |
| 1.    | Cash and invested assets (Line 10)  | 142,126,251    |             | 142,126,251      |
| 2.    | Accident and health premiums due and unpaid (Line 13)                             | 41,003,436     |             | 41,003,436       |
| 3.    | Amounts recoverable from reinsurers (Line 14.1)                                   | 632,155        | (632,155)   |                  |
| 4.    | Net credit for ceded reinsurance  |                |             |                  |
| 5.    | All other admitted assets (Balance)   | 8,788,775      |             | 8,788,775        |
| 6.    | Total assets (Line 26)  |                |             |                  |
| LIAB  | LITIES, CAPITAL AND SURPLUS (Page 3)  |                |             |                  |
| 7.    | Claims unpaid (Line 1)  | 108,683,690    |             | 108,683,690      |
| 8.    | Accrued medical incentive pool and bonus payments (Line 2)                        |                |             |                  |
| 9.    | Premiums received in advance (Line 8)   |                |             |                  |
| 10.   | Funds held under reinsurance treaties with authorized and unauthorized reinsurers |                |             |                  |
|       | (Line 17)   |                |             |                  |
| 11.   | Reinsurance in unauthorized companies (Line 18)                                   |                |             |                  |
| 12.   | All other liabilities (Balance)   | 23,831,209     |             | 23,831,209       |
| 13.   | Total liabilities (Line 22)   | 132,514,899    |             | 132,514,899      |
| 14.   | Total capital and surplus (Line 31)   |                |             |                  |
| 15.   | Total liabilities, capital and surplus (Line 32)                                  |                |             |                  |
| NET ( | CREDIT FOR CEDED REINSURANCE  |                |             |                  |
| 16.   | Claims unpaid   |                |             |                  |
| 17.   | Accrued medical incentive pool  |                |             |                  |
| 18.   | Premiums received in advance  |                |             |                  |
| 19.   | Reinsurance recoverable on paid losses  |                |             |                  |
| 20.   | Other ceded reinsurance recoverables  |                |             |                  |
| 21.   | Total ceded reinsurance recoverables  | 632,155        |             |                  |
| 22.   | Premiums receivable   |                |             |                  |
| 23.   | Funds held under reinsurance treaties with authorized and unauthorized reinsurers |                |             |                  |
| 24.   | Unauthorized reinsurance  |                |             |                  |
| 25.   | Other ceded reinsurance payables/offsets  |                |             |                  |
| 26.   | Total ceded reinsurance payables/offsets  |                |             |                  |
| 27.   | Total net credit for ceded reinsurance  |                |             |                  |

### **SCHEDULE T - PART 2**

# INTERSTATE COMPACT - EXHIBIT OF PREMIUMS WRITTEN ALLOCATED BY STATES AND TERRITORIES

|            |                                       | 7.22007112  | DBY STATE Direct Busin |             |             |              |        |
|------------|---------------------------------------|-------------|------------------------|-------------|-------------|--------------|--------|
|            |                                       | 1           | 2                      | 3           | 4           | 5            | 6      |
|            |                                       |             | _                      | Disability  | Long-Term   |              |        |
|            |                                       | Life        | Annuities              | Income      | Care        |              |        |
|            |                                       | (Group and  | (Group and             | (Group and  | (Group and  | Deposit-Type |        |
|            | States, Etc.                          | Individual) | Individual)            | Individual) | Individual) | Contracts    | Totals |
| 1.         | Alabama (AL)                          |             |                        |             |             |              |        |
| 2.         | Alaska (AK)                           |             |                        |             |             |              |        |
| 3.         | Arizona (AZ)                          |             |                        |             |             |              |        |
| 4.         | Arkansas (AR)                         |             |                        |             |             |              |        |
| 5.         | California (CA)                       |             |                        |             |             |              |        |
| 6.         | Colorado (CO)                         |             |                        |             |             |              |        |
| 7.         | Connecticut (CT)                      |             |                        |             |             |              |        |
| 8.         | Delaware (DE)                         |             |                        |             |             |              |        |
| 9.         | District of Columbia (DC)             |             |                        |             |             |              |        |
| 10.        | Florida (FL)                          |             |                        |             |             |              |        |
| 11.        | Georgia (GA)                          |             |                        |             |             |              |        |
| 12.        | Hawaii (HI)                           |             |                        |             |             |              |        |
| 13.        | Idaho (ID)                            |             |                        |             |             |              |        |
| 14.        | Illinois (IL)                         |             |                        |             |             |              |        |
| 15.        | Indiana (IN)                          |             |                        |             |             |              |        |
| 16.        | lowa (IA)                             |             |                        |             |             |              | l      |
| 17.        | Kansas (KS)                           |             |                        |             |             |              |        |
| 18.        | Kentucky (KY)                         |             |                        |             |             |              |        |
| 19.        | Louisiana (LA)                        |             |                        |             |             |              |        |
| 20.        | Maine (ME)                            |             |                        |             |             |              |        |
| 21.        | Maryland (MD)                         |             |                        |             |             |              |        |
| 22.        | Massachusetts (MA)                    |             |                        |             |             |              |        |
| 23.        | Michigan (MI)                         |             |                        |             |             |              |        |
| 24.        | Minnesota (MN)                        |             |                        |             |             |              |        |
| 25.        | Mississippi (MS)                      |             |                        |             |             |              |        |
| 26.        | Missouri (MO)                         |             |                        |             |             |              |        |
| 27.        | Montana (MT)                          |             |                        |             |             |              |        |
| 28.        | Nebraska (NE)                         |             |                        |             |             |              |        |
| 29.        | Nevada (NV)                           |             |                        |             | 1           |              |        |
| 30.        | New Hampshire (NH)                    |             |                        |             |             |              |        |
| 31.        | New Hampshire (NH)<br>New Jersey (NJ) |             | "  <b>N</b> ( )        |             |             |              |        |
| 32.        | New Mexico (NM)                       |             |                        |             |             |              |        |
| 33.        | New York (NY)                         |             |                        |             | Τ'          |              |        |
| 34.        | North Carolina (NC)                   |             |                        |             |             |              |        |
| 35.        | North Dakota (ND)                     |             |                        |             |             |              |        |
| 36.        | Ohio (OH)                             |             |                        |             |             |              |        |
| 37.        | Oklahoma (OK)                         |             |                        |             |             |              |        |
| 38.        | Oregon (OR)                           |             |                        |             |             |              |        |
| 39.        | Pennsylvania (PA)                     |             |                        |             |             |              |        |
| 40.        | Rhode Island (RI)                     |             |                        |             |             |              |        |
| 40.<br>41. | South Carolina (SC)                   |             |                        |             |             |              |        |
| 42.        | South Dakota (SD)                     |             |                        |             |             |              |        |
| 42.<br>43. | Tennessee (TN)                        |             |                        |             |             |              |        |
| 43.<br>44. | Texas (TX)                            |             |                        |             |             |              |        |
| 44.<br>45. | Utah (UT)                             |             |                        |             |             |              |        |
| 46.        | Vermont (VT)                          |             |                        |             |             |              |        |
| 40.<br>47. | Vernion (VI)                          |             |                        |             |             |              |        |
| 48.        | Washington (WA)                       |             |                        |             |             |              |        |
| 49.        | West Virginia (WV)                    |             |                        |             |             |              |        |
| 50.        | Wisconsin (WI)                        |             |                        |             |             |              |        |
| 51.        | Wyoming (WY)                          |             |                        |             |             |              |        |
| 51.<br>52. | American Samoa (AS)                   |             |                        |             |             |              |        |
| 52.<br>53. | Guam (GU)                             |             |                        |             |             |              |        |
| 53.<br>54. |                                       |             |                        |             |             |              |        |
| 54.<br>55. | Puerto Rico (PR)                      |             |                        |             |             |              |        |
| 55.<br>56. | U.S. Virgin Islands (VI)              |             |                        |             |             |              |        |
| JO.        | Northern Mariana Islands              |             |                        |             |             |              |        |
| 57         | (MP)                                  |             |                        |             |             |              |        |
| 57.<br>50  | Canada (CN)                           |             |                        |             |             |              |        |
| 58.<br>50  | Aggregate other alien (OT)            |             |                        |             |             |              |        |
| 59.        | TOTALS                                |             |                        |             |             |              |        |

# SCHEDULE Y (Continued) PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES

| 1           | 2          | 3                                   | 4           | 5             | 6                  | 7                   | 8             | 9               | 10  | 11                | 12           | 13             |
|-------------|------------|-------------------------------------|-------------|---------------|--------------------|---------------------|---------------|-----------------|-----|-------------------|--------------|----------------|
|             |            |                                     |             |               | Purchases, Sales   | Income/(Disburse-   |               |                 |     | Any Other         |              | Reinsurance    |
|             |            |                                     |             |               | or Exchanges of    | ments) Incurred in  |               |                 |     | Material Activity |              | Recoverable/   |
|             |            |                                     |             |               | Loans, Securities, | Connection with     | Management    | Income/         |     | not in the        |              | (Payable)      |
|             |            |                                     |             |               | Real Estate,       | Guarantees or       | Agreements    | (Disbursements) |     | Ordinary          |              | on Losses      |
| NAIC        | Federal    |                                     |             |               | Mortgage           | Undertakings        | and           | Incurred Under  |     | Course of         |              | and/or Reserve |
| Company     | ID         | Names of Insurers and Parent,       | Shareholder | Capital       | Loans or Other     | for the Benefit     | Service       | Reinsurance     |     | the Insurer's     |              | Credit Taken/  |
| Code        | Number     | Subsidiaries or Affiliates          | Dividends   | Contributions | Investments        | of any Affiliate(s) | Contracts     | Agreements      | *   | Business          | Totals       | (Liability)    |
| 00000       | 52-2102846 | XLHEALTH CORPORATION                |             | (119,100,000) |                    |                     | 157,341,768   |                 |     |                   | 38,241,768   | l              |
| 12567       |            | CARE IMPROVEMENT PLUS S CENTRAL INS |             | 70,700,000    |                    |                     | (101,492,928) |                 |     |                   | (30,792,928) |                |
| 12313       |            | CARE IMPROVEMENT PLUS OF MD INC     |             | 13,700,000    |                    |                     | (9,796,640)   |                 |     |                   | 3,903,360    |                |
| 12558       | 20-2576806 | CARE IMPROVEMENT PLUS OF TX INS CO  |             | 34,700,000    |                    |                     | (46,052,200)  |                 |     |                   | (11,352,200) |                |
| 9999999 Tot | als        |                                     |             |               |                    |                     |               |                 | XXX |                   |              |                |

Schedule Y Part 2 Explanation:

# SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

Response The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions. MARCH FILING Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? Yes Will an actuarial opinion be filed by March 1?
Will the confidential Risk-based Capital Report be filed with the NAIC by March 1? Yes Yes Will the confidential Risk-based Capital Report be filed with the state of domicile, if required by March 1? APRIL FILING Will Management's Discussion and Analysis be filed by April 1? Yes Will the Supplemental Investment Risks Interrogatories be filed by April 1? Will the Accident and Health Policy Experience Exhibit be filed by April 1? Yes Yes JUNE FILING 8. Will an audited financial report be filed by June 1? Yes The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but it is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions. MARCH FILING Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1? No Will the Supplemental Life data due March 1 be filed with the state of domicile and the NAIC? No Will the Supplemental Property/Casualty data due March 1 be filed with the state of domicile and the NAIC? No Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1?
Will the actuarial opinion on participating and non-participating policies as required in Interrogatories 1 and 2 on Exhibit 5 to Life Supplement Nο be filed with the state of domicile and electronically with the NAIC by March 1? No Will the actuarial opinion on non-guaranteed elements as required in Interrogatory 3 to Exhibit 5 to Life Supplement be filed with the state of domicile and electronically with the NAIC by March 1?

Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1? No No APRIL FILING 16. Will the Long-Term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1?
17. Will the Supplemental Life data due April 1 be filed with the state of domicile and the NAIC?
18. Will the Supplemental Property/Casualty Insurance Expense Exhibit due April 1 be filed with any state that requires it, and, if so, the NAIC? No No **Explanations:** Bar Codes:

ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company

### **OVERFLOW PAGE FOR WRITE-INS**



(To be Filed By March 1) NAIC Group Code: 4443

NAIC Company Code: 12567

|      | o cloup codeo                                    | Individual | Coverage     | Group ( | Coverage  |       |
|------|--|------------|--------------|---------|-----------|-------|
|      |  | 1          | 2            | 3       | 4         | 5     |
|      |  | '          | _            |         | '         | Total |
|      |  | Insured    | Uninsured    | Insured | Uninsured | Cash  |
|      | Description Orllandad                            | Insurea    | Uninsured    | insurea | Uninsurea | Casii |
| 1.   | Premiums Collected                               |            |              |         |           |       |
|      | 1.1 Standard Coverage                            |            |              |         |           |       |
|      | 1.11 With Reinsurance Coverage                   |            |              |         |           |       |
|      | 1.12 Without Reinsurance Coverage                |            | X X X        |         | X X X     |       |
|      | 1.13 Risk-Corridor Payment Adjustments           |            | X X X        |         | X X X     |       |
|      | 1.2 Supplemental Benefits                        |            | X X X        |         | X X X     |       |
| 2.   | Premiums Due and Uncollected - change            |            |              |         |           |       |
|      | 2.1 Standard Coverage                            |            |              |         |           |       |
|      | 2.11 With Reinsurance Coverage                   |            | YYY          |         | YYY       | YYY   |
|      | 2.12 Without Reinsurance Coverage                |            |              |         |           |       |
|      |  |            |              |         |           |       |
|      | 2.2 Supplemental Benefits                        |            | X X X        |         | X X X     | X X X |
| 3.   | Unearned Premium and Advance Premium - change    |            |              |         |           |       |
|      | 3.1 Standard Coverage                            |            |              |         |           |       |
|      | 3.11 With Reinsurance Coverage                   |            | X X X        |         | X X X     | X X X |
|      | 3.12 Without Reinsurance Coverage                |            |              |         |           |       |
|      | 3.2 Supplemental Benefits                        |            |              |         |           |       |
| 4.   | Risk-Corridor Payment Adjustments - change       |            |              |         |           |       |
| ١    | 4.1 Receivable                                   |            | Y V V        |         | Y V V     | Y V V |
|      | 4.0 Develope                                     |            |              |         |           |       |
| _    | 4.2 Payable                                      |            | X X X        |         | X X X     | X X X |
| 5.   | Earned Premiums                                  |            |              |         |           |       |
|      | 5.1 Standard Coverage                            |            |              |         |           |       |
|      | 5.11 With Reinsurance Coverage                   |            | X X X        |         | X X X     | X X X |
|      | 5.12 Without Reinsurance Coverage                |            | X X X        |         | X X X     | X X X |
|      | 5.13 Risk-Corridor Payment Adjustments           |            |              |         |           |       |
|      | 5.2 Supplemental Benefits                        |            |              |         |           |       |
| 6.   | Total Premiums                                   |            | V V V        |         | V V V     | XXX   |
| 7.   |  |            | <b>^ ^ ^</b> |         |           |       |
| 1.   | Claims Paid                                      |            |              |         |           |       |
|      | 7.1 Standard Coverage                            |            |              |         |           |       |
|      | 7.11 With Reinsurance Coverage                   |            | X X X        |         | X X X     |       |
|      | 7.12 Without Reinsurance Coverage                |            | X X X        |         | X X X     |       |
|      | 7.2 Supplemental Benefits                        |            |              |         |           |       |
| 8.   | Claim Reserves and Liabilities - change          |            |              |         |           |       |
| -    | 8.1 Standard Coverage                            |            |              |         |           |       |
|      | 8.11 With Reinsurance Coverage                   |            | V V V        |         | V V V     | V V V |
|      |  |            |              |         |           |       |
|      | 8.12 Without Reinsurance Coverage                |            |              |         |           |       |
|      | 8.2 Supplemental Benefits                        |            | X X X        |         | X X X     | X X X |
| 9.   | Healthcare Receivables - change                  |            |              |         |           |       |
|      | 9.1 Standard Coverage                            |            |              |         |           |       |
|      | 9.11 With Reinsurance Coverage                   |            | X X X        |         | X X X     | X X X |
|      | 9.12 Without Reinsurance Coverage                |            |              |         | X X X     |       |
|      | 9.2 Supplemental Benefits                        |            |              |         | X X X     |       |
| 10   | Claims Incurred                                  |            | X X X        |         | XXX       | XXX   |
| 10.  |  |            |              |         |           |       |
|      | 10.1 Standard Coverage                           |            |              |         | .,,,,     | .,,,, |
|      | 10.11 With Reinsurance Coverage                  |            |              |         |           |       |
|      | 10.12 Without Reinsurance Coverage               |            |              |         |           |       |
|      | 10.2 Supplemental Benefits                       |            |              |         |           |       |
| 11.  | Total Claims                                     |            | X X X        |         | X X X     |       |
| 12.  |  |            |              |         |           |       |
|      | 12.1 Claims Paid - net to reimbursements applied | x x x      |              | x x x   |           |       |
|      | 12.2 Reimbursements Received but Not Applied -   |            |              |         |           |       |
|      | change   | V V V      |              | V V V   |           |       |
|      |  |            |              |         |           |       |
|      | 12.3 Reimbursements Receivable - change          |            |              |         |           |       |
|      | 12.4 Healthcare Receivables - change             |            |              |         |           |       |
| 13.  | Aggregate Policy Reserves - change               |            |              |         |           | X X X |
| 14.  | Expenses Paid                                    |            | X X X        |         | X X X     |       |
| 15.  | Expenses Incurred                                |            | X X X        |         | X X X     | X X X |
| 16.  | Underwriting Gain/Loss                           |            | XXX          |         | XXX       | XXX   |
|      | Cash Flow Results                                | YYV        | Y Y Y        | YYY     | Y Y V     | XXX   |
| □17. | Oddit I IOW I \Cduita                            |            |              |         | ^ ^ ^     |       |



### LIFE SUPPLEMENTS

To Be Filed By March 1



| Of The                           | Care | e Improvement Plus South Centr | Insurance Company |                      |            |
|----------------------------------|------|--------------------------------|-------------------|----------------------|------------|
| Address (City, State and Zip Cod | de)  |                                | Litt              | le Rock, AR 72201    |            |
| NAIC Group Code                  | 4443 | NAIC Company Code              | 12567             | Employer's ID Number | 20-3888112 |

ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

| EXHIBIT 3 - AGGINEGATE INEGE           | -1/A P 1 / |            | CONTIN   | 7010            |       |
|--|------------|------------|----------|-----------------|-------|
| 1                                      | 2          | 3          | 4        | 5               | 6     |
|  |            |            |          | Credit (Group   |       |
| Valuation Standard                     | Total      | Industrial | Ordinary | and Individual) | Group |
|  |            |            |          |                 |       |
|  |            | <u>L</u>   |          |                 |       |
|  |            | _          |          |                 |       |
|  | NE         |            |          |                 |       |
|  |            | _          |          |                 |       |
|  |            |            |          |                 |       |
|  |            |            |          |                 |       |
| 9999999 Totals - (Net) -Page 3, Line 1 |            |            |          |                 |       |

### **EXHIBIT 5 - INTERROGATORIES**

| 1.1 Has the reporting entity ever issued both participating and non-participating contracts?  1.2 If not, state which kind is issued.   |          | Yes[ ] No[X] |     |
|---|----------|--------------|-----|
| <ul><li>2.1 Does the reporting entity at present issue both participating and non-participating contracts?</li><li>2.2 If not, state which kind is issued.</li></ul>  |          | Yes[] No[X]  |     |
| 3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements? If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.  |          | Yes[] No[X]  |     |
| <ul> <li>4. Has the reporting entity any assessment or stipulated premium contracts in force? If so, state:</li> <li>4.1 Amount of insurance?</li> <li>4.2 Amount of reserve?</li> <li>4.3 Basis of reserve</li> <li>4.4 Basis of regular assessments</li> </ul>  | \$<br>\$ | Yes[] No[X]  | . 0 |
| <ul> <li>4.5 Basis of special assessments</li> <li>4.6 Assessments collected during the year</li> <li>5. If the contract loan interest rate guaranteed in any one or more of its contract loan rate guarantees on any such contracts</li> </ul>   | \$       |              | . 0 |
| <ul> <li>6. Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis?</li> <li>6.1 If so, state the amount of reserve on such contracts on the basis actually held:</li> <li>6.2 That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1, and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits: Attach statement of methods employed in their valuation.</li> </ul> | \$<br>\$ | Yes[] No[X]  | . 0 |
| <ul> <li>7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year?</li> <li>7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements?</li> <li>7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount</li> <li>7.3 State the amount of reserves established for this business:</li> <li>7.4 Identify where the reserves are reported in the blank</li> </ul>  |          | Yes[ ] No[X] | . 0 |

# czddne

### **EXHIBIT 7 - DEPOSIT-TYPE CONTRACTS**

| EXHIBIT 7 - DEI OO   | 11-111   | L OOI                  |           | U         |                           |                              |
|--|--|------------------------|-----------|-----------|---------------------------|------------------------------|
|  | 1  | 2                      | 3         | 4         | 5                         | 6                            |
|  | Total  | Guaranteed<br>Interest | Annuities |           | Dividend<br>Accumulations | Premium and<br>Other Deposit |
| 4 5 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1  |  | Contracts              | Certain   | Contracts | or Refunds                | Funds                        |
| Balance at the beginning of the year before reinsurance  |  |                        |           |           |                           |                              |
| 2. Deposits received during the year   |  |                        |           |           |                           |                              |
| 3. Investment earnings credited to the account   |  |                        |           |           |                           |                              |
| 4. Other net change in reserves  |  |                        |           |           |                           |                              |
| 5. Fees and other charges assessed   |  |                        |           |           |                           |                              |
| 6. Surrender charges   |  |                        |           |           |                           |                              |
| 7. Net surrender or withdrawal payments  | <b>~</b> • • • • • • • • • • • • • • • • • • • |                        |           |           |                           |                              |
| 8. Other net transfers to or (from) Separate Accounts  | ) NI   |                        |           |           |                           |                              |
| <ol> <li>Surrender charges</li> <li>Net surrender or withdrawal payments</li> <li>Other net transfers to or (from) Separate Accounts</li> <li>Balance at the end of current year before reinsurance (Lines 1 - 5 - 6 - 7 - 8)</li> </ol> |  |                        |           |           |                           |                              |
| 10. Reinsurance balance at the beginning of the year   |  |                        |           |           |                           |                              |
| 11. Net change in reinsurance assumed  |  |                        |           |           |                           |                              |
| 12. Net change in reinsurance ceded  |  |                        |           |           |                           |                              |
| 13. Reinsurance balance at the end of the year (Lines 10 + 11 - 12)  |  |                        |           |           |                           |                              |
| 14. Net balance at the end of current year after reinsurance (Lines 9 + 13)  |  |                        |           |           |                           |                              |

# Suppzb

### **SCHEDULE S - PART 1 - SECTION 1**

### Reinsurance Assumed Life Insurance, Annuities, Deposit Funds and Other Liabilities

Without Life or Disability Contingencies, and Related Benefits Listed by Reinsured Company as of December 31, Current Year

| 1         | 2       | 3         | 4                 | 5        | 6           | 7           | 8       | 9        | 10            | 11          | 12          |
|-----------|---------|-----------|-------------------|----------|-------------|-------------|---------|----------|---------------|-------------|-------------|
|           |         |           |                   |          |             |             |         |          | Reinsurance   |             | Funds       |
| NAIC      | Federal |           |                   |          | Type of     | Amount of   |         |          | Payable on    | Modified    | Withheld    |
| Company   | ID      | Effective |                   |          | Reinsurance | In force at |         |          | Paid and      | Coinsurance | Under       |
| Code      | Number  | Date      | Name of Reinsured | Location | Assumed     | End of Year | Reserve | Premiums | Unpaid Losses | Reserve     | Coinsurance |
|           |         |           |                   |          |             |             |         |          |               |             |             |
|           |         |           |                   |          |             |             |         |          |               |             |             |
|           |         |           |                   |          |             |             |         |          |               |             |             |
|           |         |           |                   |          |             |             |         |          |               |             |             |
|           |         |           |                   |          |             |             |         |          |               |             |             |
| 0799999 T | otals   |           |                   |          |             |             |         |          |               |             |             |

### **SCHEDULE S - PART 3 - SECTION 1**

Reinsurance Ceded Life Insurance, Annuities, Deposit Funds and Other Liabilities Without Life or Disability

Contingencies, and Related Benefits Listed by Reinsuring Company as of December 31, Current Year

|         |         |           |                 | ,        |             | <del>/ · · · /</del> |           |             |          |               |                |             |                |
|---------|---------|-----------|-----------------|----------|-------------|----------------------|-----------|-------------|----------|---------------|----------------|-------------|----------------|
| 1       | 2       | 3         | 4               | 5        | 6           | 7                    | Reserve C | redit Taken | 10       | Outstanding 9 | Surplus Relief | 13          | 14             |
| NAIC    | Federal |           |                 |          | Type of     | Amount in            | 8         | 9           |          | 11            | 12             | Modified    | Funds Withheld |
| Company | ID      | Effective |                 |          | Reinsurance | Force at End         | Current   | Prior       |          | Current       | Prior          | Coinsurance | Under          |
| Code    | Number  | Date      | Name of Company | Location | Ceded       | of Year              | Year      | Year        | Premiums | Year          | Year           | Reserve     | Coinsurance    |
|         |         |           |                 | N        | <b>O</b> N  | ΙE                   |           |             |          |               |                |             |                |
| 1599999 | Totals  |           |                 |          |             |                      |           |             |          |               |                |             |                |



### **PROPERTY / CASUALTY SUPPLEMENTS**

(To Be Filed On Or Before March 1)



| Of The                       | Care  | e Improvement Plus South Cent | Insurance Company |                      |            |
|------------------------------|-------|-------------------------------|-------------------|----------------------|------------|
| Address (City, State and Zip | Code) |                               | Lit               | tle Rock, AR 72201   |            |
| NAIC Group Code              | 4443  | NAIC Company Code             | 12567             | Employer's ID Number | 20-3888112 |

### **SCHEDULE F - PART 1**

#### **Assumed Reinsurance as of December 31, Current Year (000 Omitted)**

|                  | Assumed Remodulation as of December of, Justicial (100 Similary) |                                |         |                   |               |         |             |            |          |               |               |                    |                |
|------------------|--|--------------------------------|---------|-------------------|---------------|---------|-------------|------------|----------|---------------|---------------|--------------------|----------------|
| 1                | 2  | 3 4                            | 5       |                   | Reinsurance C | n       | 9           | 10         | 11       | 12            | 13            | 14                 | 15             |
|                  |  |                                |         | 6                 | 7             | 8       |             |            |          | Funds Held By |               | Amount of          |                |
|                  |  |                                |         | Paid Losses       |               |         |             |            |          | or Deposited  |               | Assets Pledged     | Amount of      |
| Federal          | NAIC   |                                |         | and Loss          | Known Case    |         | Contingent  | Assumed    |          | With          |               | or Compensating    | Assets Pledged |
| ID               | Company  | Domiciliary                    | Assumed | Adjustment        | Losses and    | Columns | Commissions | Premiums   | Unearned | Reinsured     | Letters of    | Balances to Secure | or Collateral  |
| Number           | Code   | Name of Reinsured Jurisdiction | Premium | Expenses          | LAE           | 6 + 7   | Payable     | Receivable | Premium  | Companies     | Credit Posted | Letters of Credit  | Held in Trust  |
|                  |  |                                |         |                   |               |         |             |            |          |               |               |                    |                |
|                  |  |                                | -       |                   |               |         |             |            |          |               |               |                    |                |
|                  |  |                                |         |                   |               | _       |             |            |          |               |               |                    |                |
|                  |  |                                |         | $\mathbf{N} \cap$ | NE            |         |             |            |          |               |               |                    |                |
|                  |  |                                |         | IN U              |               |         |             |            |          |               |               |                    |                |
|                  |  |                                |         |                   |               |         |             |            |          |               |               |                    |                |
| 0000000 Table    |  |                                |         |                   |               |         |             |            |          |               |               |                    |                |
| 9999999 Totals . |  |                                |         |                   |               |         |             |            |          |               |               |                    |                |

### **SCHEDULE F - PART 3**

Ceded Reinsurance as of December 31, Current Year (000 Omitted)

| Todad Remodration as of Bosomson of Santon Toda (500 Similary) |         |                   |              |                  |             |        |      |           |          |                |           |          |             |           |           |             |                |             |
|--|---------|-------------------|--------------|------------------|-------------|--------|------|-----------|----------|----------------|-----------|----------|-------------|-----------|-----------|-------------|----------------|-------------|
| 1  | 2       | 3                 | 4            | 5                | 6           |        |      |           | Rein     | surance Recove | erable On |          |             |           | Reinsurar | ice Payable | 18             | 19          |
|  |         |                   |              | Reinsurance      |             | 7      | 8    | 9         | 10       | 11             | 12        | 13       | 14          | 15        | 16        | 17          | Net Amount     | Funds Held  |
|  |         |                   |              | Contracts        |             |        |      |           |          |                |           |          |             |           |           | Other       | Recoverable    | By Company  |
| Federal  | NAIC    |                   |              | Ceding 75% or    | Reinsurance |        |      | Known     | Known    | IBNR           | IBNR      |          |             | Columns   | Ceded     | Amounts     | From Rein-     | Under       |
| ID   | Company |                   | Domiciliary  | More of Direct   | Premiums    | Paid   | Paid | Case Loss | Case LAE | Loss           | LAE       | Unearned | Contingent  | 7 thru 14 | Balances  | Due to      | surers Cols.   | Reinsurance |
| Number   | Code    | Name of Reinsurer | Jurisdiction | Premiums Written | Ceded       | Losses | LAE  | Reserves  | Reserves | Reserves       | Reserves  | Premiums | Commissions | Totals    | Payable   | Reinsurers  | 15 - [16 + 17] | Treaties    |
|  |         |                   |              |                  |             |        |      |           |          |                |           |          |             |           |           |             |                |             |
|  |         |                   |              |                  |             |        |      |           |          |                |           |          |             |           |           |             |                |             |
|  |         |                   |              |                  |             |        |      |           |          |                |           |          |             |           |           |             |                |             |
|  |         |                   |              |                  |             |        |      |           |          |                |           |          |             |           |           |             |                |             |
|  |         |                   |              |                  |             |        |      |           |          |                |           |          |             |           |           |             |                |             |
|  |         |                   |              |                  |             |        |      |           |          |                |           |          |             |           |           |             |                |             |
|  |         |                   |              |                  |             |        | 1    |           |          |                |           |          |             |           |           |             |                |             |
| 9999999 Tot  | als     |                   |              |                  |             |        |      |           |          |                |           |          |             |           |           |             |                |             |

NOTE: A. Report the five largest provisional commission rates included in the cedant's reinsurance treaties. The commission rate to be reported is by contract with ceded premium in excess of \$50,000:

|    | Name of Reinsurer | Commission Rate | Ceded Premium |
|----|-------------------|-----------------|---------------|
| 1) |                   |                 |               |
| 2) |                   |                 |               |
| 3) |                   |                 |               |
| 4) |                   |                 |               |
| 5) |                   |                 |               |



B. Report the five largest reinsurance recoverables reported in Column 15, due from any one reinsurer (based on the total recoverables, Line 9999999, Column 15), the amount of ceded premium, and indicate whether the recoverables are due from an affiliated insurer.

|    | Name of Reinsurer | Total Recoverables | Ceded Premiums | Affiliated   |
|----|-------------------|--------------------|----------------|--------------|
| 1) |                   |                    |                | Yes[ ] No[X] |
| 2) |                   |                    |                | Yes[ ] No[X] |
| 3) |                   |                    |                | Yes[ ] No[X] |
| 4) |                   |                    |                | Yes[ ] No[X] |
| 5) |                   |                    |                | Yes[ ] No[X] |

Supp35

### ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES **SCHEDULE P - PART 1 - SUMMARY**

(\$000 omitted)

| Yea | rs in Which |            | Premiums Earned | i        |            |         | ooo ommaay | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|-----|-------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| P   | remiums     | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| We  | re Earned   |            |                 |          | Loss Pa    | ayments | Containmer | nt Payments     | Payn           | nents     |             | Total Net     | of Claims  |
| ar  | d Losses    |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|     | Were        | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
|     | ncurred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1.  | Prior       | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2.  | 1999        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 3.  | 2000        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 4.  | 2001        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 5.  | 2002        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 6.  | 2003        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 7.  | 2004        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 8.  | 2005        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 9.  | 2006        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 10. | 2007        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 11. | 2008        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 12. | Totals      | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | De         | fense and Cost ( | Containment Unp | paid   | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|------------------|-----------------|--------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | · IBNR | Case       | Basis            | Bulk +          | · IBNR | Expense    | s Unpaid  |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18               | 19              | 20     | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                  |                 |        |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                  | Direct and      |        | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded            | Assumed         | Ceded  | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                  |                 |        |            |           |             |            | XXX         |
| 2.  | 1999 . |            |        |            |        |            |                  |                 |        |            |           |             |            | xxx         |
| 3.  | 2000 . |            |        |            |        |            |                  | ) NI            |        |            |           |             |            | xxx         |
| 4.  | 2001 . |            |        |            |        |            | IN               | J IN            |        |            |           |             |            | xxx         |
| 5.  | 2002 . |            |        |            |        |            |                  |                 |        |            |           |             |            | xxx         |
| 6.  | 2003 . |            |        |            |        |            |                  |                 |        |            |           |             |            | xxx         |
| 7.  | 2004 . |            |        |            |        |            |                  |                 |        |            |           |             |            | xxx         |
| 8.  | 2005 . |            |        |            |        |            |                  |                 |        |            |           |             |            | xxx         |
| 9.  | 2006 . |            |        |            |        |            |                  |                 |        |            |           |             |            | xxx         |
| 10. | 2007 . |            |        |            |        |            |                  |                 |        |            |           |             |            | xxx         |
| 11. | 2008 . |            |        |            |        |            |                  |                 |        |            |           |             |            | xxx         |
| 12. |        |            |        |            |        |            |                  |                 |        |            |           |             |            | XXX         |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|----------|---------------|
|     |          | Lo         | ss Expenses Incur | red   |            | urred/Premiums Ea | •        | Disc  |         | Inter-Company |          | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35       | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses   | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid   | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |          |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |          |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |          |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |          |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |          |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |          |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |          |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |          |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |          |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |          |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |          |               |
| 12. | Totals . | X X X      | XXX               | X X X | XXX        | X X X             | X X X    |       |         | X X X         |          |               |

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

### ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1A **HOMEOWNERS/FARMOWNERS**

(\$000 omitted)

|      |            |            |                                       |                                       |            | (Ψ      | ooo omitted |                 |                |           |             |               |                                       |
|------|------------|------------|---------------------------------------|---------------------------------------|------------|---------|-------------|-----------------|----------------|-----------|-------------|---------------|---------------------------------------|
| Year | s in Which | I          | Premiums Earned                       | b                                     |            |         |             | Loss and Loss E | xpense Payment |           |             |               | 12                                    |
| Pr   | emiums     | 1          | 2                                     | 3                                     |            |         | Defense     | and Cost        | Adjusting      | and Other | 10          | 11            | Number                                |
| Wei  | e Earned   |            |                                       |                                       | Loss P     | ayments | Containmer  | nt Payments     | Payr           | nents     |             | Total Net     | of Claims                             |
| and  | d Losses   |            |                                       | Net                                   | 4          | 5       | 6           | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported -                            |
|      | Were       | Direct and |                                       | (Columns                              | Direct and |         | Direct and  |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and                            |
| Ir   | ncurred    | Assumed    | Ceded                                 | 1 - 2)                                | Assumed    | Ceded   | Assumed     | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed                               |
| 1.   | Prior      | X X X      | X X X                                 | X X X                                 |            |         |             |                 |                |           |             |               | X X X                                 |
| 2.   | 1999       |            |                                       |                                       |            |         |             |                 |                |           |             |               |                                       |
| 3.   | 2000       |            |                                       |                                       |            |         |             |                 |                |           |             |               |                                       |
| 4.   | 2001       |            |                                       |                                       |            |         |             |                 |                |           |             |               |                                       |
| 5.   | 2002       |            |                                       |                                       |            |         |             |                 |                |           |             |               |                                       |
| 6.   | 2003       |            |                                       |                                       |            |         |             |                 |                |           |             |               |                                       |
| 7.   | 2004       |            |                                       |                                       |            |         |             |                 |                |           |             |               |                                       |
| 8.   | 2005       |            |                                       |                                       |            |         |             |                 |                |           |             |               |                                       |
| 9.   | 2006       |            |                                       |                                       |            |         |             |                 |                |           |             |               |                                       |
| 10.  | 2007       |            |                                       |                                       |            |         |             |                 |                |           |             |               |                                       |
| 11.  | 2008       |            |                                       |                                       |            |         |             |                 |                |           |             |               |                                       |
| 12.  | Totals     | X X X      | X X X                                 | X X X                                 |            |         |             |                 |                |           |             |               | X X X                                 |
| 12.  | i otalo    | AAA        | · · · · · · · · · · · · · · · · · · · | · · · · · · · · · · · · · · · · · · · |            |         |             |                 |                |           |             |               | · · · · · · · · · · · · · · · · · · · |

|        |                                      | Losses | Unpaid          |       | Det   | fense and Cost (                | Containment Unp                       | paid   | Adjusting  | and Other   | 23  | 24  | 25   |
|--------|--------------------------------------|--------|-----------------|-------|---|---------------------------------|---------------------------------------|--|--|---|---|---|--|
|        | Case                                 | Basis  | Bulk +          | BNR   | Case Basis  |                                 | Bulk +                                | - IBNR   | Expenses Unpaid  |   |   |   | Number   |
|        | 13                                   | 14     | 15              | 16    | 17  | 18                              | 19                                    | 20   | 21   | 22  |   | Total Net   | of Claims  |
|        |                                      |        |                 |       |   |                                 |                                       |  |  |   | Salvage and   | Losses and  | Outstanding  |
|        | Direct and                           |        | Direct and      |       | Direct and  |                                 | Direct and                            |  | Direct and   |   | Subrogation   | Expenses  | Direct and   |
|        | Assumed                              | Ceded  | Assumed         | Ceded | Assumed   | Ceded                           | Assumed                               | Ceded  | Assumed  | Ceded   | Anticipated   | Unpaid  | Assumed  |
| Prior  |                                      |        |                 |       |   |                                 |                                       |  |  |   |   |   |  |
| 1999 . |                                      |        |                 |       |   | NI (                            | 7 N                                   |  |  |   |   |   |  |
| 2000 . |                                      |        |                 |       |   | IM I                            | J IN                                  |  |  |   |   |   |  |
| 2001 . |                                      |        |                 |       |   |                                 |                                       |  |  |   |   |   |  |
| 2002 . |                                      |        |                 |       |   |                                 |                                       |  |  |   |   |   |  |
| 2003 . |                                      |        |                 |       |   |                                 |                                       |  |  |   |   |   |  |
| 2004 . |                                      |        |                 |       |   |                                 |                                       |  |  |   |   |   |  |
|        |                                      |        |                 |       |   |                                 |                                       |  |  |   |   |   |  |
|        |                                      |        |                 |       |   |                                 |                                       |  |  |   |   |   |  |
|        |                                      |        |                 |       |   |                                 |                                       |  |  |   |   |   |  |
|        |                                      |        |                 |       |   |                                 |                                       |  |  |   |   |   |  |
|        |                                      |        |                 |       |   |                                 |                                       |  |  |   |   |   |  |
|        | 1999 .<br>2000 .<br>2001 .<br>2002 . | 13     | Case Basis   14 | 13    | Case Basis   Bulk + IBNR   13   14   15   16     Direct and Assumed   Ceded   Assumed   Ceded | Case Basis   Bulk + IBNR   Case | Case Basis   Bulk + IBNR   Case Basis | Case Basis   Bulk + IBNR   Case Basis   Bulk + IBNR   13 | Case Basis   Bulk + IBNR   Case Basis   Bulk + IBNR   13 | Case Basis   Bulk + IBNR   Case Basis   Bulk + IBNR   Expense | Case Basis   Bulk + IBNR   Case Basis   Bulk + IBNR   Expenses Unpaid | Case Basis   Bulk + IBNR   Case Basis   Bulk + IBNR   Expenses Unpaid | Case Basis   Bulk + IBNR   Case Basis   Bulk + IBNR   Expenses Unpaid     13 |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34                       | Net Balar | nce Sheet      |  |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|--------------------------|-----------|----------------|--|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company Reserves A |           | After Discount |  |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling                  | 35        | 36             |  |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation            | Losses    | Loss Expenses  |  |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage               | Unpaid    | Unpaid         |  |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X                    |           |                |  |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |                          |           |                |  |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |                          |           |                |  |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |                          |           |                |  |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |                          |           |                |  |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |                          |           |                |  |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |                          |           |                |  |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |                          |           |                |  |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |                          |           |                |  |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |                          |           |                |  |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |                          |           |                |  |
| 12. | Totals . | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X                    |           |                |  |

### PRIVATE PASSENGER AUTO LIABILITY/MEDICAL

(\$000 omitted)

| Y   | ears in Which |            | Premiums Earned | t        |            | ,       |            | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|-----|---------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
|     | Premiums      | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| ١ ١ | Vere Earned   |            |                 |          | Loss Pa    | ayments | Containmer | t Payments      | Payn           | nents     |             | Total Net     | of Claims  |
|     | and Losses    |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|     | Were          | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
|     | Incurred      | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1.  | Prior         | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2.  | 1999          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 3.  | 2000          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 4.  | 2001          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 5.  | 2002          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 6.  | 2003          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 7.  | 2004          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 8.  | 2005          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 9.  | 2006          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 10  | 2007          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 11  | 2008          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 12  | Totals        | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | Det        | fense and Cost ( | Containment Unp | paid   | Adjusting       | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|------------------|-----------------|--------|-----------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | · IBNR | Case       | Basis            | Bulk +          | - IBNR | Expenses Unpaid |           |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18               | 19              | 20     | 21              | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                  |                 |        |                 |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                  | Direct and      |        | Direct and      |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded            | Assumed         | Ceded  | Assumed         | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                  |                 |        |                 |           |             |            |             |
| 2.  | 1999 . |            |        |            |        |            | NI C             | 7 NI            |        |                 |           |             |            |             |
| 3.  | 2000 . |            |        |            |        |            | IN               | J IN            |        |                 |           |             |            |             |
| 4.  | 2001 . |            |        |            |        |            | • • •            |                 |        |                 |           |             |            |             |
| 5.  | 2002 . |            |        |            |        |            |                  |                 |        |                 |           |             |            |             |
| 6.  | 2003 . |            |        |            |        |            |                  |                 |        |                 |           |             |            |             |
| 7.  | 2004 . |            |        |            |        |            |                  |                 |        |                 |           |             |            |             |
| 8.  | 2005 . |            |        |            |        |            |                  |                 |        |                 |           |             |            |             |
| 9.  | 2006 . |            |        |            |        |            |                  |                 |        |                 |           |             |            |             |
| 10. | 2007 . |            |        |            |        |            |                  |                 |        |                 |           | 1           |            |             |
| 11. | 2008 . |            |        |            |        |            |                  |                 |        |                 |           |             |            |             |
| 12. |        |            |        |            |        |            |                  |                 |        |                 |           |             |            |             |

|     |          |            | Total Losses and  |     | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Balar  | nce Sheet     |
|-----|----------|------------|-------------------|-----|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red |            | urred/Premiums Ea | -        | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28  | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |     | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | XXX | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |     |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |     |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |     |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |     |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |     |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |     |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |     |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |     |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |     |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |     |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | XXX               | XXX | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1C COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL

|     |              |            |                 |          |            | Ψ)      | ooo omittea, |                 |                |           |             |               |            |
|-----|--------------|------------|-----------------|----------|------------|---------|--------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Yea | ars in Which |            | Premiums Earned | d        |            |         |              | Loss and Loss E | xpense Payment | S         |             |               | 12         |
| F   | Premiums     | 1          | 2               | 3        |            |         | Defense      | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| W   | ere Earned   |            |                 |          | Loss Pa    | ayments | Containmer   | nt Payments     | Payr           | nents     |             | Total Net     | of Claims  |
| a   | nd Losses    |            |                 | Net      | 4          | 5       | 6            | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|     | Were         | Direct and |                 | (Columns | Direct and |         | Direct and   |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
|     | Incurred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed      | Ceded           | Assumed        | Ceded     | Received    | -7+8-9)       | Assumed    |
| 1.  | Prior        | X X X      | X X X           | X X X    |            |         |              |                 |                |           |             |               | X X X      |
| 2.  | 1999         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 3.  | 2000         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 4.  | 2001         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 5.  | 2002         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 6.  | 2003         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 7.  | 2004         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 8.  | 2005         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 9.  | 2006         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 10. | 2007         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 11. | 2008         |            |                 | 1        |            |         |              |                 |                |           |             |               |            |
| 12. | Totals       | X X X      | X X X           | X X X    |            |         |              |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | Def        | fense and Cost ( | Containment Unp | paid   | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|------------------|-----------------|--------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | - IBNR | Case       | Basis            | Bulk +          | - IBNR | Expense    | es Unpaid |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18               | 19              | 20     | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                  |                 |        |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                  | Direct and      |        | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded            | Assumed         | Ceded  | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 2.  | 1999 . |            |        |            |        |            | NI (             | 7 N             |        |            |           |             |            |             |
| 3.  | 2000 . |            |        |            |        |            | IM I             | J IN            |        |            |           |             |            |             |
| 4.  | 2001 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 5.  | 2002 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 6.  | 2003 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 7.  | 2004 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 8.  | 2005 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 9.  | 2006 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 10. | 2007 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 11. | 2007 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 1   |        |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 12. | Totals |            |        |            |        |            |                  |                 |        |            |           |             |            |             |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Balar  | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1D **WORKERS' COMPENSATION**

|     |             |            |                 |          |            | 17      |            |                 |                |           |             |               |            |
|-----|-------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Yea | rs in Which |            | Premiums Earned | t        |            |         |            | Loss and Loss E | xpense Payment | S         |             |               | 12         |
| P   | remiums     | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| We  | re Earned   |            |                 |          | Loss P     | ayments | Containmer | nt Payments     | Payr           | ments     |             | Total Net     | of Claims  |
| an  | d Losses    |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|     | Were        | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| I   | ncurred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1.  | Prior       | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2.  | 1999        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 3.  | 2000        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 4.  | 2001        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 5.  | 2002        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 6.  | 2003        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 7.  | 2004        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 8.  | 2005        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 9.  | 2006        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 10. | 2007        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 11. | 2008        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 12. | Totals      | X X X      | X X X           | XXX      |            |         |            |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | Def        | fense and Cost ( | Containment Unp | paid  | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|------------------|-----------------|-------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | - IBNR | Case       | Basis            | Bulk +          | IBNR  | Expense    | es Unpaid |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18               | 19              | 20    | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                  |                 |       |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                  | Direct and      |       | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded            | Assumed         | Ceded | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 2.  | 1999 . |            |        |            |        |            | NI (             | 7 NI            |       |            |           |             |            |             |
| 3.  | 2000 . |            |        |            |        |            | IN               | J IN            |       |            |           |             |            |             |
| 4.  | 2001 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 5.  | 2002 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 6.  | 2003 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 7.  | 2004 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 8.  | 2005 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 9.  | 2006 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 10. | 2007 . |            | l      |            |        |            |                  |                 |       |            |           |             |            | l           |
| 11. | 2008 . |            |        |            |        |            |                  |                 |       |            |           |             |            | l           |
| 12. |        |            |        |            |        |            |                  |                 |       |            |           |             |            |             |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | XXX               | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1E **COMMERCIAL MULTIPLE PERIL**

| Yea | rs in Which | 1          | Premiums Earned | t        |            |         |            | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|-----|-------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| P   | remiums     | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| We  | ere Earned  |            |                 |          | Loss Pa    | ayments | Containmer | nt Payments     | Payr           | nents     |             | Total Net     | of Claims  |
| an  | d Losses    |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|     | Were        | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
|     | ncurred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | -7+8-9)       | Assumed    |
| 1.  | Prior       | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2.  | 1999        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 3.  | 2000        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 4.  | 2001        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 5.  | 2002        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 6.  | 2003        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 7.  | 2004        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 8.  | 2005        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 9.  | 2006        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 10. | 2007        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 11. | 2008        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 12. | Totals      | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|   |  | Losses                        | Unpaid                         |   | Def  | fense and Cost (   | Containment Ung   | oaid  | Adjusting  | and Other | 23          | 24         | 25          |
|---|--|-------------------------------|--------------------------------|---|--|--|---|---|------------|-----------|-------------|------------|-------------|
|   | Case   | Basis                         | Bulk +                         | - IBNR  | Case   | Basis  | Bulk +  | - IBNR  |            |           |             |            | Number      |
|   | 13   | 14                            | 15                             | 16  | 17   | 18   | 19  | 20  | 21         | 22        |             | Total Net  | of Claims   |
|   |  |                               |                                |   |  |  |   |   |            |           | Salvage and | Losses and | Outstanding |
|   | Direct and   |                               | Direct and                     |   | Direct and   |  | Direct and  |   | Direct and |           | Subrogation | Expenses   | Direct and  |
|   | Assumed  | Ceded                         | Assumed                        | Ceded   | Assumed  | Ceded  | Assumed   | Ceded   | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| Prior                                   |  |                               |                                |   |  |  |   |   |            |           |             |            |             |
| 1999 .                                  |  |                               |                                |   |  | NI C   | 7 N   |   |            |           |             |            |             |
| 2000 .                                  |  |                               |                                |   |  | IN   | J IN  |   |            |           |             |            |             |
| 2001 .                                  |  |                               |                                |   |  |  |   |   |            |           |             |            |             |
| 2002 .                                  |  |                               |                                |   |  |  |   |   |            |           |             |            |             |
| 2003 .                                  |  |                               |                                |   |  |  |   |   |            |           |             |            |             |
| 2004 .                                  |  |                               |                                |   |  |  |   |   |            |           |             |            |             |
| 2005 .                                  |  |                               |                                |   |  |  |   |   |            |           |             |            |             |
| 2006 .                                  |  |                               |                                |   |  |  |   |   |            |           |             |            |             |
|   |  |                               |                                |   |  |  |   |   |            |           |             |            |             |
|   |  |                               |                                |   |  |  |   |   |            |           |             |            |             |
|   |  |                               |                                |   |  |  |   |   |            |           |             |            |             |
| 2 | 999 .<br>000 .<br>001 .<br>002 .<br>003 .<br>004 . | 13  Direct and Assumed  Prior | Direct and Assumed Ceded Prior | 13 14 15  Direct and Assumed Ceded Assumed  Prior | 13 14 15 16  Direct and Assumed Ceded Assumed Ceded  Prior | 13 14 15 16 17  Direct and Assumed Ceded Assumed Ceded Assumed Ceded Assumed Ceded Ceded Assumed Ceded | 13 14 15 16 17 18  Direct and Assumed Ceded Assumed Ceded Assumed Ceded | 13 14 15 16 17 18 19  Direct and Assumed Ceded Assumed Ceded Assumed Ceded Assumed Ceded Assumed NO | 13         | 13        | 13          | 13         | 13          |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | XXX               | XXX   | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1F - SECTION 1 MEDICAL MALPRACTICE - OCCURRENCE

|     |              |            |                 |          |            | Ψ)      | ooo omittea, |                 |                |           |             |               |            |
|-----|--------------|------------|-----------------|----------|------------|---------|--------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Yea | ars in Which |            | Premiums Earned | d        |            |         |              | Loss and Loss E | xpense Payment | S         |             |               | 12         |
| F   | Premiums     | 1          | 2               | 3        |            |         | Defense      | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| W   | ere Earned   |            |                 |          | Loss Pa    | ayments | Containmer   | nt Payments     | Payr           | nents     |             | Total Net     | of Claims  |
| a   | nd Losses    |            |                 | Net      | 4          | 5       | 6            | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|     | Were         | Direct and |                 | (Columns | Direct and |         | Direct and   |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
|     | Incurred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed      | Ceded           | Assumed        | Ceded     | Received    | -7+8-9)       | Assumed    |
| 1.  | Prior        | X X X      | X X X           | X X X    |            |         |              |                 |                |           |             |               | X X X      |
| 2.  | 1999         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 3.  | 2000         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 4.  | 2001         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 5.  | 2002         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 6.  | 2003         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 7.  | 2004         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 8.  | 2005         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 9.  | 2006         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 10. | 2007         |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 11. | 2008         |            |                 | 1        |            |         |              |                 |                |           |             |               |            |
| 12. | Totals       | X X X      | X X X           | X X X    |            |         |              |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | Def        | fense and Cost ( | Containment Unp | paid   | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|------------------|-----------------|--------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | - IBNR | Case       | Basis            | Bulk +          | - IBNR | Expense    | es Unpaid |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18               | 19              | 20     | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                  |                 |        |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                  | Direct and      |        | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded            | Assumed         | Ceded  | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 2.  | 1999 . |            |        |            |        |            | NI (             | 7 N             |        |            |           |             |            |             |
| 3.  | 2000 . |            |        |            |        |            | IM I             | J IN            |        |            |           |             |            |             |
| 4.  | 2001 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 5.  | 2002 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 6.  | 2003 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 7.  | 2004 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 8.  | 2005 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 9.  | 2006 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 10. | 2007 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 11. | 2007 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 1   |        |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 12. | Totals |            |        |            |        |            |                  |                 |        |            |           |             |            |             |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | XXX               | XXX   | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1F - SECTION 2 MEDICAL MALPRACTICE - CLAIMS - MADE

|      |             |            |                 |          |            | - (Ψ    | ooo omitteu | l .             |                |           |             |               |            |
|------|-------------|------------|-----------------|----------|------------|---------|-------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Year | rs in Which | 1          | Premiums Earned | t        |            |         |             | Loss and Loss E | xpense Payment | s         |             |               | 12         |
| Pı   | remiums     | 1          | 2               | 3        |            |         | Defense     | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| We   | re Earned   |            |                 |          | Loss Pa    | ayments | Containmer  | nt Payments     | Payr           | nents     |             | Total Net     | of Claims  |
| an   | d Losses    |            |                 | Net      | 4          | 5       | 6           | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|      | Were        | Direct and |                 | (Columns | Direct and |         | Direct and  |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| 1    | ncurred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed     | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1.   | Prior       | X X X      | X X X           | X X X    |            |         |             |                 |                |           |             |               | X X X      |
| 2.   | 1999        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 3.   | 2000        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 4.   | 2001        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 5.   | 2002        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 6.   | 2003        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 7.   | 2004        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 8.   | 2005        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 9.   | 2006        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 10.  | 2007        |            |                 |          |            |         |             |                 |                |           |             |               |            |
|      |             |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 11.  | 2008        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 12.  | Totals      | X X X      | X X X           | X X X    |            |         |             |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | Def        | fense and Cost ( | Containment Unp | paid  | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|------------------|-----------------|-------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | - IBNR | Case       | Basis            | Bulk +          | IBNR  | Expense    | es Unpaid |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18               | 19              | 20    | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                  |                 |       |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                  | Direct and      |       | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded            | Assumed         | Ceded | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 2.  | 1999 . |            |        |            |        |            | NI (             | 7 NI            |       |            |           |             |            |             |
| 3.  | 2000 . |            |        |            |        |            | IN               | J IN            |       |            |           |             |            |             |
| 4.  | 2001 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 5.  | 2002 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 6.  | 2003 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 7.  | 2004 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 8.  | 2005 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 9.  | 2006 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 10. | 2007 . |            | l      |            |        |            |                  |                 |       |            |           |             |            | l           |
| 11. | 2008 . |            |        |            |        |            |                  |                 |       |            |           |             |            | l           |
| 12. |        |            |        |            |        |            |                  |                 |       |            |           |             |            |             |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | XXX        | XXX               | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

### SPECIAL LIABILITY (OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)

| Year | s in Which | I          | Premiums Earned | t        |            |         |            | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|------|------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Pr   | emiums     | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| Wer  | e Earned   |            |                 |          | Loss Pa    | ayments | Containmer | nt Payments     | Payn           | nents     |             | Total Net     | of Claims  |
| and  | Losses     |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|      | Were       | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| In   | curred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1.   | Prior      | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2.   | 1999       |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 3.   | 2000       |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 4.   | 2001       |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 5.   | 2002       |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 6.   | 2003       |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 7.   | 2004       |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 8.   | 2005       |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 9.   | 2006       |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 10.  | 2007       |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 11.  | 2008       |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 12.  | Totals     | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | Def        | fense and Cost ( | Containment Unp | paid   | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|------------------|-----------------|--------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | - IBNR | Case       | Basis            | Bulk +          | - IBNR | Expense    | es Unpaid |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18               | 19              | 20     | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                  |                 |        |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                  | Direct and      |        | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded            | Assumed         | Ceded  | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 2.  | 1999 . |            |        |            |        |            | NI (             | 7 N             |        |            |           |             |            |             |
| 3.  | 2000 . |            |        |            |        |            | IM I             | J IN            |        |            |           |             |            |             |
| 4.  | 2001 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 5.  | 2002 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 6.  | 2003 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 7.  | 2004 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 8.  | 2005 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 9.  | 2006 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 10. | 2007 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 11. | 2007 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 1   |        |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 12. | Totals |            |        |            |        |            |                  |                 |        |            |           |             |            |             |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | XXX               | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1H - SECTION 1 OTHER LIABILITY - OCCURRENCE

|     |             |            |                 |          |            | (Ψ      | ooo onnittea, |                 |                |           |             |               |            |
|-----|-------------|------------|-----------------|----------|------------|---------|---------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Yea | rs in Which |            | Premiums Earned | t        |            |         |               | Loss and Loss E | xpense Payment | S         |             |               | 12         |
| F   | remiums     | 1          | 2               | 3        |            |         | Defense       | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| We  | ere Earned  |            |                 |          | Loss Pa    | ayments | Containmer    | t Payments      | Payr           | nents     |             | Total Net     | of Claims  |
| aı  | nd Losses   |            |                 | Net      | 4          | 5       | 6             | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|     | Were        | Direct and |                 | (Columns | Direct and |         | Direct and    |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
|     | Incurred    | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed       | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1.  | Prior       | X X X      | X X X           | X X X    |            |         |               |                 |                |           |             |               | X X X      |
| 2.  | 1999        |            |                 |          |            |         |               |                 |                |           |             |               |            |
| 3.  | 2000        |            |                 |          |            |         |               |                 |                |           |             |               |            |
| 4.  | 2001        |            |                 |          |            |         |               |                 |                |           |             |               |            |
| 5.  | 2002        |            |                 |          |            |         |               |                 |                |           |             |               |            |
| 6.  | 2003        |            |                 |          |            |         |               |                 |                |           |             |               |            |
| 7.  | 2004        |            |                 |          |            |         |               |                 |                |           |             |               |            |
| 8.  | 2005        |            |                 |          |            |         |               |                 |                |           |             |               |            |
| 9.  | 2006        |            |                 |          |            |         |               |                 |                |           |             |               |            |
| 10. | 2007        |            |                 |          |            |         |               |                 |                |           |             |               |            |
| 11. | 2008        |            |                 |          |            |         |               |                 |                |           |             |               |            |
| 12. | Totals      | X X X      | X X X           | X X X    |            |         |               |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | Def        | fense and Cost ( | Containment Unp | paid   | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|------------------|-----------------|--------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | - IBNR | Case       | Basis            | Bulk +          | - IBNR | Expense    | es Unpaid |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18               | 19              | 20     | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                  |                 |        |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                  | Direct and      |        | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded            | Assumed         | Ceded  | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 2.  | 1999 . |            |        |            |        |            | NI (             | 7 N             |        |            |           |             |            |             |
| 3.  | 2000 . |            |        |            |        |            | IM I             | J IN            |        |            |           |             |            |             |
| 4.  | 2001 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 5.  | 2002 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 6.  | 2003 . |            |        |            |        |            |                  |                 |        |            |           |             |            | l           |
| 7.  | 2004 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 8.  | 2005 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 9.  | 2006 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 10. | 2007 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 11. | 2007 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 1   |        |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 12. | Totals |            |        |            |        |            |                  |                 |        |            |           |             |            |             |

|     |          |            | Total Losses and  |     | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|-----|----------|------------|-------------------|-----|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28  | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |     | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | XXX        | X X X             | XXX | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |     |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |     |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |     |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |     |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |     |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |     |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |     |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |     |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |     |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |     |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | XXX               | XXX | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

# ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1H - SECTION 2

OTHER LIABILITY - CLAIMS - MADE

|       |             |            |                 |          |            | (1      | ooo ommeeda, |                 |                |           |             |               |            |
|-------|-------------|------------|-----------------|----------|------------|---------|--------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Year  | rs in Which | l          | Premiums Earned | d        |            |         |              | Loss and Loss E | xpense Payment | S         |             |               | 12         |
| Pı    | remiums     | 1          | 2               | 3        |            |         | Defense      | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| We    | re Earned   |            |                 |          | Loss Pa    | ayments | Containmer   | nt Payments     | Payr           | nents     |             | Total Net     | of Claims  |
| an    | d Losses    |            |                 | Net      | 4          | 5       | 6            | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|       | Were        | Direct and |                 | (Columns | Direct and |         | Direct and   |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| li li | ncurred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed      | Ceded           | Assumed        | Ceded     | Received    | -7+8-9)       | Assumed    |
| 1.    | Prior       | X X X      | X X X           | X X X    |            |         |              |                 |                |           |             |               | X X X      |
| 2.    | 1999        |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 3.    | 2000        |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 4.    | 2001        |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 5.    | 2002        |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 6.    | 2003        |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 7.    | 2004        |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 8.    | 2005        |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 9.    | 2006        |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 10.   | 2007        |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 11.   | 2008        |            |                 |          |            |         |              |                 |                |           |             |               |            |
| 12.   | Totals      | X X X      | X X X           | X X X    |            |         |              |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | Def        | fense and Cost ( | Containment Unp | paid  | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|------------------|-----------------|-------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | - IBNR | Case       | Basis            | Bulk +          | IBNR  | Expense    | es Unpaid |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18               | 19              | 20    | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                  |                 |       |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                  | Direct and      |       | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded            | Assumed         | Ceded | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 2.  | 1999 . |            |        |            |        |            | NI (             | 7 NI            |       |            |           |             |            |             |
| 3.  | 2000 . |            |        |            |        |            | IN               | J IN            |       |            |           |             |            |             |
| 4.  | 2001 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 5.  | 2002 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 6.  | 2003 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 7.  | 2004 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 8.  | 2005 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 9.  | 2006 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 10. | 2007 . |            | l      |            |        |            |                  |                 |       |            |           |             |            | l           |
| 11. | 2008 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 12. |        |            |        |            |        |            |                  |                 |       |            |           |             |            |             |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | XXX               | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 11

### SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)

| Years in Which |            | Premiums Earned | t        |            |         |            | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|----------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Premiums       | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| Were Earned    |            |                 |          | Loss Pa    | ayments | Containmer | nt Payments     | Payn           | nents     |             | Total Net     | of Claims  |
| and Losses     |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
| Were           | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| Incurred       | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1. Prior       | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2. 2007        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 3. 2008        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 4. Totals      | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|    |        |            | Losses | Unpaid     |        | De         | fense and Cost | Containment Unp | oaid | Adjusting  | and Other | 23          | 24         | 25          |
|----|--------|------------|--------|------------|--------|------------|----------------|-----------------|------|------------|-----------|-------------|------------|-------------|
|    |        | Case       | Basis  | Bulk +     | - IBNR | Case       |                |                 |      | Expense    | s Unpaid  |             |            | Number      |
|    |        | 13         | 14     | 15         | 16     | 17         |                | <b>^</b> • • •  |      | 21         | 22        |             | Total Net  | of Claims   |
|    |        |            |        |            |        |            | NI (           | ) NI            |      |            |           | Salvage and | Losses and | Outstanding |
|    |        | Direct and |        | Direct and |        | Direct and | 14 /           | J IN            |      | Direct and |           | Subrogation | Expenses   | Direct and  |
|    |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    |                |                 |      | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1. | Prior  |            |        |            |        |            |                |                 |      |            |           |             |            |             |
| 2. | 2007 . |            |        |            |        |            |                |                 |      |            |           |             |            |             |
| 3. | 2008 . |            |        |            |        |            |                |                 |      |            |           |             |            |             |
| 4. | Totals |            |        |            |        |            |                |                 |      |            |           |             |            |             |

|    |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Balar  | nce Sheet     |
|----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|    |          | Los        | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|    |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|    |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|    |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1. | Prior    | X X X      | XXX               | XXX   | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4. | Totals . | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1J

## **AUTO PHYSICAL DAMAGE**

| Years in Which |            | Premiums Earned | <u> </u> |            |         |            | Loss and Loss E | xpense Payment | s         |             |               | 12         |
|----------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Premiums       | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| Were Earned    |            |                 |          | Loss Pa    | ayments | Containmer | nt Payments     | Payr           | nents     |             | Total Net     | of Claims  |
| and Losses     |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
| Were           | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| Incurred       | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1. Prior       | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2. 2007        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 3. 2008        |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 4. Totals      | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|    |        |            | Losses | Unpaid     |        | De         | fense and Cost ( | Containment Unp | paid | Adjusting  | and Other | 23          | 24         | 25          |
|----|--------|------------|--------|------------|--------|------------|------------------|-----------------|------|------------|-----------|-------------|------------|-------------|
|    |        | Case       | Basis  | Bulk +     | · IBNR | Case       |                  |                 |      | Expense    | s Unpaid  |             |            | Number      |
|    |        | 13         | 14     | 15         | 16     | 17         |                  | <b>^</b>        |      | 21         | 22        |             | Total Net  | of Claims   |
|    |        |            |        |            |        |            | NI (             | ) NI            |      |            |           | Salvage and | Losses and | Outstanding |
|    |        | Direct and |        | Direct and |        | Direct and | IN               | J IN            |      | Direct and |           | Subrogation | Expenses   | Direct and  |
|    |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    |                  |                 |      | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1. | Prior  |            |        |            |        |            |                  |                 |      |            |           |             |            |             |
| 2. | 2007 . |            |        |            |        |            |                  |                 |      |            |           |             |            |             |
| 3. | 2008 . |            |        |            |        |            |                  |                 |      |            |           |             |            |             |
| 4. | Totals |            |        |            |        |            |                  |                 |      |            |           |             |            |             |

|    |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Balar  | nce Sheet     |
|----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|    |          | Los        | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|    |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|    |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|    |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1. | Prior    | X X X      | XXX               | XXX   | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4. | Totals . | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

# ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1K

# FIDELITY/SURETY

| Years in Which |            | Premiums Earned | d        |            |         |            | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|----------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Premiums       | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| Were Earned    |            |                 |          | Loss Pa    | ayments | Containmer | nt Payments     | Payn           | nents     |             | Total Net     | of Claims  |
| and Losses     |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
| Were           | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| Incurred       | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1. Prior       | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2. 2007        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 3. 2008        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 4. Totals      | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|    |        |            | Losses | Unpaid     |        | De         | fense and Cost ( | Containment Unp | paid | Adjusting  | and Other | 23          | 24         | 25          |
|----|--------|------------|--------|------------|--------|------------|------------------|-----------------|------|------------|-----------|-------------|------------|-------------|
|    |        | Case       | Basis  | Bulk +     | · IBNR | Case       | -                |                 |      | Expense    | s Unpaid  |             |            | Number      |
|    |        | 13         | 14     | 15         | 16     | 17         |                  | <b>^</b>        |      | 21         | 22        | 1           | Total Net  | of Claims   |
|    |        |            |        |            |        |            |                  | ) NI            |      |            |           | Salvage and | Losses and | Outstanding |
|    |        | Direct and |        | Direct and |        | Direct and | IN               | J IN            |      | Direct and |           | Subrogation | Expenses   | Direct and  |
|    |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    |                  |                 |      | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1. | Prior  |            |        |            |        |            |                  |                 |      |            |           |             |            |             |
| 2. | 2007 . |            |        |            |        |            |                  |                 |      |            |           |             |            |             |
| 3. | 2008 . |            |        |            |        |            |                  |                 |      |            |           |             |            |             |
| 4. | Totals |            |        |            |        |            |                  |                 |      |            |           |             |            |             |

|    |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Balar  | nce Sheet     |
|----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|    |          | Los        | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|    |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|    |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|    |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1. | Prior    | X X X      | XXX               | XXX   | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4. | Totals . | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1L OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

| Years in Which |            | Premiums Earned | b        |            |         |            | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|----------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Premiums       | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| Were Earned    |            |                 |          | Loss Pa    | ayments | Containmer | nt Payments     | Payn           | nents     |             | Total Net     | of Claims  |
| and Losses     |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
| Were           | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| Incurred       | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1. Prior       | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2. 2007        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 3. 2008        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 4. Totals .    | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|    |        |            | Losses | Unpaid     |        | De         | fense and Cost | Containment Unp | oaid | Adjusting  | and Other | 23          | 24         | 25          |
|----|--------|------------|--------|------------|--------|------------|----------------|-----------------|------|------------|-----------|-------------|------------|-------------|
|    |        | Case       | Basis  | Bulk +     | - IBNR | Case       |                |                 |      | Expense    | s Unpaid  |             |            | Number      |
|    |        | 13         | 14     | 15         | 16     | 17         |                | <b>^</b>        |      | 21         | 22        |             | Total Net  | of Claims   |
|    |        |            |        |            |        |            | NI (           | ) NI            |      |            |           | Salvage and | Losses and | Outstanding |
|    |        | Direct and |        | Direct and |        | Direct and | 14 /           | J IN            |      | Direct and |           | Subrogation | Expenses   | Direct and  |
|    |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    |                |                 |      | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1. | Prior  |            |        |            |        |            |                |                 |      |            |           |             |            |             |
| 2. | 2007 . |            |        |            |        |            |                |                 |      |            |           |             |            |             |
| 3. | 2008 . |            |        |            |        |            |                |                 |      |            |           |             |            |             |
| 4. | Totals |            |        |            |        |            |                |                 |      |            |           |             |            |             |

|    |          |            | Total Losses and  |       |            | d Loss Expense Pe |       | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|----|----------|------------|-------------------|-------|------------|-------------------|-------|-------|---------|---------------|------------|---------------|
|    |          | Los        | ss Expenses Incur | red   | (Inci      | urred/Premiums Ea | rned) | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|    |          | 26         | 27                | 28    | 29         | 30                | 31    | 32    | 33      | Pooling       | 35         | 36            |
|    |          | Direct and |                   |       | Direct and |                   |       |       | Loss    | Participation | Losses     | Loss Expenses |
|    |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net   | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1. | Prior    | X X X      | XXX               | XXX   | XXX        | X X X             | X X X |       |         | X X X         |            |               |
| 2. | 2007     |            |                   |       |            |                   |       |       |         |               |            |               |
| 3. | 2008     |            |                   |       |            |                   |       |       |         |               |            |               |
| 4. | Totals . | X X X      | X X X             | X X X | XXX        | X X X             | X X X |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1M INTERNATIONAL

| Yea | rs in Which | I          | Premiums Earned | d        |            | •       |            | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|-----|-------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| P   | remiums     | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| We  | re Earned   |            |                 |          | Loss Pa    | ayments | Containmer | nt Payments     | Payn           | nents     |             | Total Net     | of Claims  |
| ar  | d Losses    |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|     | Were        | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| 1   | ncurred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1.  | Prior       | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2.  | 1999        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 3.  | 2000        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 4.  | 2001        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 5.  | 2002        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 6.  | 2003        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 7.  | 2004        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 8.  | 2005        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 9.  | 2006        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 10. | 2007        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 11. | 2008        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 12. | Totals      | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | Def        | fense and Cost ( | Containment Unp | paid  | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|------------------|-----------------|-------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | - IBNR | Case       | Basis            | Bulk +          | IBNR  | Expense    | es Unpaid |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18               | 19              | 20    | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                  |                 |       |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                  | Direct and      |       | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded            | Assumed         | Ceded | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 2.  | 1999 . |            |        |            |        |            | NI (             | 7 NI            |       |            |           |             |            |             |
| 3.  | 2000 . |            |        |            |        |            | IN               | J IN            |       |            |           |             |            |             |
| 4.  | 2001 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 5.  | 2002 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 6.  | 2003 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 7.  | 2004 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 8.  | 2005 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 9.  | 2006 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 10. | 2007 . |            | l      |            |        |            |                  |                 |       |            |           |             |            | l           |
| 11. | 2008 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 12. |        |            |        |            |        |            |                  |                 |       |            |           |             |            |             |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | XXX               | XXX   | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1N - REINSURANCE NONPROPORTIONAL ASSUMED PROPERTY

| Yea | rs in Which | I          | Premiums Earned | d        |            | •       |            | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|-----|-------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| P   | remiums     | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| We  | re Earned   |            |                 |          | Loss Pa    | ayments | Containmer | nt Payments     | Payn           | nents     |             | Total Net     | of Claims  |
| ar  | d Losses    |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|     | Were        | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| 1   | ncurred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1.  | Prior       | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2.  | 1999        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 3.  | 2000        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 4.  | 2001        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 5.  | 2002        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 6.  | 2003        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 7.  | 2004        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 8.  | 2005        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 9.  | 2006        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 10. | 2007        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 11. | 2008        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 12. | Totals      | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | De         | fense and Cost | Containment Unp | paid   | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|----------------|-----------------|--------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | · IBNR | Case       | Basis          | Bulk +          | - IBNR | Expense    | s Unpaid  |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18             | 19              | 20     | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                |                 |        |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                | Direct and      |        | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded          | Assumed         | Ceded  | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 2.  | 1999 . |            |        |            |        |            | NI (           | 7 NI            |        |            |           |             |            | XXX         |
| 3.  | 2000 . |            |        |            |        |            | IN (           | J IN            |        |            |           |             |            | XXX         |
| 4.  | 2001 . |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 5.  | 2002 . |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 6.  | 2003 . |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 7.  | 2004 . |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 8.  | 2005 . |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 9.  | 2006 . |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 10. | 2007 . |            |        |            |        |            |                |                 |        |            |           |             |            | xxx         |
| 11. | 2008 . |            |        |            |        |            |                |                 |        |            |           |             |            | xxx         |
| 12. | Totals |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | XXX               | XXX   | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 10 - REINSURANCE NONPROPORTIONAL ASSUMED LIABILITY

| Year | rs in Which | I          | Premiums Earned | d        |            | •       | •          | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|------|-------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Pi   | remiums     | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| We   | re Earned   |            |                 |          | Loss Pa    | ayments | Containmer | nt Payments     | Payn           | nents     |             | Total Net     | of Claims  |
| an   | d Losses    |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|      | Were        | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| l li | ncurred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1.   | Prior       | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2.   | 1999        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 3.   | 2000        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 4.   | 2001        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 5.   | 2002        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 6.   | 2003        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 7.   | 2004        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 8.   | 2005        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 9.   | 2006        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 10.  | 2007        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 11.  | 2008        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 12.  | Totals      | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | De         | fense and Cost | Containment Unp | paid  | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|----------------|-----------------|-------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | - IBNR | Case       | Basis          | Bulk +          | BNR   | Expense    | s Unpaid  |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18             | 19              | 20    | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                |                 |       |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                | Direct and      |       | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded          | Assumed         | Ceded | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                |                 |       |            |           |             |            | XXX         |
| 2.  | 1999 . |            |        |            |        |            | NI (           | 7 N             |       |            |           |             |            | XXX         |
| 3.  | 2000 . |            |        |            |        |            | IN             | J IN            |       |            |           |             |            | XXX         |
| 4.  | 2001 . |            |        |            |        |            |                |                 |       |            |           |             |            | XXX         |
| 5.  | 2002 . |            |        |            |        |            |                |                 |       |            |           |             |            | xxx         |
| 6.  | 2003 . |            |        |            |        |            |                |                 |       |            |           |             |            | xxx         |
| 7.  | 2004 . |            |        |            |        |            |                |                 |       |            |           |             |            | xxx         |
| 8.  | 2005 . |            |        |            |        |            |                |                 |       |            |           |             |            | xxx         |
| 9.  | 2006 . |            |        |            |        |            |                |                 |       |            |           |             |            | xxx         |
| 10. | 2007 . |            |        |            |        |            |                |                 |       |            |           |             |            | xxx         |
| 11. | 2008 . |            |        |            |        |            |                |                 |       |            |           |             |            | XXX         |
| 12. | Totals |            |        |            |        |            |                |                 |       |            |           |             |            | XXX         |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Balar  | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1P - REINSURANCE NONPROPORTIONAL ASSUMED FINANCIAL LINES

| Yea | rs in Which | I          | Premiums Earned | d        |            | •       |            | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|-----|-------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| P   | remiums     | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| We  | re Earned   |            |                 |          | Loss Pa    | ayments | Containmer | nt Payments     | Payn           | nents     |             | Total Net     | of Claims  |
| ar  | d Losses    |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|     | Were        | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| 1   | ncurred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1.  | Prior       | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2.  | 1999        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 3.  | 2000        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 4.  | 2001        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 5.  | 2002        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 6.  | 2003        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 7.  | 2004        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 8.  | 2005        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 9.  | 2006        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 10. | 2007        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 11. | 2008        |            |                 |          |            |         |            |                 |                |           |             |               | X X X      |
| 12. | Totals      | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | De         | fense and Cost | Containment Unp | paid   | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|----------------|-----------------|--------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | - IBNR | Case       | Basis          | Bulk +          | - IBNR | Expense    | s Unpaid  |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18             | 19              | 20     | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                |                 |        |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                | Direct and      |        | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded          | Assumed         | Ceded  | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 2.  | 1999 . |            |        |            |        |            | NI (           | 7 NI            |        |            |           |             |            | XXX         |
| 3.  | 2000 . |            |        |            |        |            | IN L           | J IN            |        |            |           |             |            | XXX         |
| 4.  | 2001 . |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 5.  | 2002 . |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 6.  | 2003 . |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 7.  | 2004 . |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 8.  | 2005 . |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 9.  | 2006 . |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |
| 10. | 2007 . |            |        |            |        |            |                |                 |        |            |           |             |            | xxx         |
| 11. | 2008 . |            |        |            |        |            |                |                 |        |            |           |             |            | xxx         |
| 12. | Totals |            |        |            |        |            |                |                 |        |            |           |             |            | XXX         |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo:        | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | count   | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | XXX               | XXX   | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1R - SECTION 1 PRODUCTS LIABILITY - OCCURRENCE

|      |             |            |                 |          |            | (4      | ooo omitted |                 |                |           |             |               |            |
|------|-------------|------------|-----------------|----------|------------|---------|-------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Year | rs in Which | I          | Premiums Earned | b        |            |         |             | Loss and Loss E | xpense Payment |           |             |               | 12         |
| Pr   | remiums     | 1          | 2               | 3        |            |         | Defense     | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| We   | re Earned   |            |                 |          | Loss Pa    | ayments | Containmer  | nt Payments     | Payr           | nents     |             | Total Net     | of Claims  |
| an   | d Losses    |            |                 | Net      | 4          | 5       | 6           | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|      | Were        | Direct and |                 | (Columns | Direct and |         | Direct and  |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| l li | ncurred     | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed     | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1.   | Prior       | X X X      | X X X           | X X X    |            |         |             |                 |                |           |             |               | X X X      |
| 2.   | 1999        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 3.   | 2000        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 4.   | 2001        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 5.   | 2002        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 6.   | 2003        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 7.   | 2004        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 8.   | 2005        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 9.   | 2006        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 10.  | 2007        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 1    |             |            |                 |          |            |         |             |                 |                |           |             |               | [          |
| 11.  | 2008        |            |                 |          |            |         |             |                 |                |           |             |               |            |
| 12.  | Totals      | X X X      | X X X           | X X X    |            |         |             |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | Def        | fense and Cost ( | Containment Unp | paid  | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|------------------|-----------------|-------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | - IBNR | Case       | Basis            | Bulk +          | IBNR  | Expense    | es Unpaid |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18               | 19              | 20    | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                  |                 |       |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                  | Direct and      |       | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded            | Assumed         | Ceded | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 2.  | 1999 . |            |        |            |        |            | NI (             | 7 NI            |       |            |           |             |            |             |
| 3.  | 2000 . |            |        |            |        |            | IN               | J IN            |       |            |           |             |            |             |
| 4.  | 2001 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 5.  | 2002 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 6.  | 2003 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 7.  | 2004 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 8.  | 2005 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 9.  | 2006 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 10. | 2007 . |            | l      |            |        |            |                  |                 |       |            |           |             |            | l           |
| 11. | 2008 . |            |        |            |        |            |                  |                 |       |            |           |             |            |             |
| 12. |        |            |        |            |        |            |                  |                 |       |            |           |             |            |             |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | XXX               | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1R - SECTION 2 PRODUCTS LIABILITY - CLAIMS - MADE

| (\$000 | omitted) |
|--------|----------|
|        |          |

| Y   | ears in Which | 1          | Premiums Earned | t        |            | ,       |            | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|-----|---------------|------------|-----------------|----------|------------|---------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
|     | Premiums      | 1          | 2               | 3        |            |         | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| V   | Vere Earned   |            |                 |          | Loss Pa    | ayments | Containmer | nt Payments     | Payn           | nents     |             | Total Net     | of Claims  |
|     | and Losses    |            |                 | Net      | 4          | 5       | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
|     | Were          | Direct and |                 | (Columns | Direct and |         | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
|     | Incurred      | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded   | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1.  | Prior         | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |
| 2.  | 1999          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 3.  | 2000          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 4.  | 2001          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 5.  | 2002          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 6.  | 2003          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 7.  | 2004          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 8.  | 2005          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 9.  | 2006          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 10. | 2007          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 11. | 2008          |            |                 |          |            |         |            |                 |                |           |             |               |            |
| 12. | Totals        | X X X      | X X X           | X X X    |            |         |            |                 |                |           |             |               | X X X      |

|     |        |            | Losses | Unpaid     |        | Det        | fense and Cost ( | Containment Unp | paid   | Adjusting  | and Other | 23          | 24         | 25          |
|-----|--------|------------|--------|------------|--------|------------|------------------|-----------------|--------|------------|-----------|-------------|------------|-------------|
|     |        | Case       | Basis  | Bulk +     | - IBNR | Case       | Basis            | Bulk +          | · IBNR | Expense    | s Unpaid  |             |            | Number      |
|     |        | 13         | 14     | 15         | 16     | 17         | 18               | 19              | 20     | 21         | 22        |             | Total Net  | of Claims   |
|     |        |            |        |            |        |            |                  |                 |        |            |           | Salvage and | Losses and | Outstanding |
|     |        | Direct and |        | Direct and |        | Direct and |                  | Direct and      |        | Direct and |           | Subrogation | Expenses   | Direct and  |
|     |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | Ceded            | Assumed         | Ceded  | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1.  | Prior  |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 2.  | 1999 . |            |        |            |        |            | NI C             | 7 1             |        |            |           |             |            |             |
| 3.  | 2000 . |            |        |            |        |            | IN L             | J IN            |        |            |           |             |            |             |
| 4.  | 2001 . |            |        |            |        |            |                  |                 |        |            |           |             |            | l           |
| 5.  | 2002 . |            |        |            |        | _          |                  |                 |        |            |           |             |            |             |
| 6.  | 2003 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 7.  | 2004 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 8.  | 2005 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 1   |        |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 9.  | 2006 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 10. | 2007 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 11. | 2008 . |            |        |            |        |            |                  |                 |        |            |           |             |            |             |
| 12. | Totals |            |        |            |        |            |                  |                 |        |            |           |             |            |             |

|     |          |            | Total Losses and  |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Bala   | nce Sheet     |
|-----|----------|------------|-------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|     |          | Lo         | ss Expenses Incur | red   | (Inc       | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|     |          | 26         | 27                | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|     |          | Direct and |                   |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|     |          | Assumed    | Ceded             | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1.  | Prior    | X X X      | X X X             | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2.  | 1999     |            |                   |       |            |                   |          |       |         |               |            |               |
| 3.  | 2000     |            |                   |       |            |                   |          |       |         |               |            |               |
| 4.  | 2001     |            |                   |       |            |                   |          |       |         |               |            |               |
| 5.  | 2002     |            |                   |       |            |                   |          |       |         |               |            |               |
| 6.  | 2003     |            |                   |       |            |                   |          |       |         |               |            |               |
| 7.  | 2004     |            |                   |       |            |                   |          |       |         |               |            |               |
| 8.  | 2005     |            |                   |       |            |                   |          |       |         |               |            |               |
| 9.  | 2006     |            |                   |       |            |                   |          |       |         |               |            |               |
| 10. | 2007     |            |                   |       |            |                   |          |       |         |               |            |               |
| 11. | 2008     |            |                   |       |            |                   |          |       |         |               |            |               |
| 12. | Totals . | X X X      | XXX               | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1S

#### FINANCIAL GUARANTY/MORTGAGE GUARANTY

| Years in Which | I          | Premiums Earned | d        |            |               |            | Loss and Loss E | xpense Payment | S         |             |               | 12         |
|----------------|------------|-----------------|----------|------------|---------------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Premiums       | 1          | 2               | 3        |            |               | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| Were Earned    |            |                 |          | Loss Pa    | Loss Payments |            | nt Payments     | Payr           | nents     |             | Total Net     | of Claims  |
| and Losses     |            |                 | Net      | 4          | 5             | 6          | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
| Were           | Direct and |                 | (Columns | Direct and |               | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| Incurred       | Assumed    | Ceded           | 1 - 2)   | Assumed    | Ceded         | Assumed    | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1. Prior       | X X X      | X X X           | X X X    |            |               |            |                 |                |           |             |               | X X X      |
| 2. 2007        |            |                 |          |            |               |            |                 |                |           |             |               | X X X      |
| 3. 2008        |            |                 |          |            |               |            |                 |                |           |             |               | X X X      |
| 4. Totals      | X X X      | X X X           | X X X    |            |               |            |                 |                |           |             |               | X X X      |

|    |        |            | Losses | Unpaid     |        | De         | fense and Cost ( | Containment Unp | oaid | Adjusting  | and Other | 23          | 24         | 25          |
|----|--------|------------|--------|------------|--------|------------|------------------|-----------------|------|------------|-----------|-------------|------------|-------------|
|    |        | Case       | Basis  | Bulk +     | - IBNR | Case       |                  |                 |      | Expense    | s Unpaid  |             |            | Number      |
|    |        | 13         | 14     | 15         | 16     | 17         |                  | <b>\</b>        |      | 21         | 22        |             | Total Net  | of Claims   |
|    |        |            |        |            |        |            | NI (             | ) NI            |      |            |           | Salvage and | Losses and | Outstanding |
|    |        | Direct and |        | Direct and |        | Direct and | IN               | J IN            |      | Direct and |           | Subrogation | Expenses   | Direct and  |
|    |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | `                |                 |      | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1. | Prior  |            |        |            |        |            |                  |                 |      |            |           |             |            |             |
| 2. | 2007 . |            |        |            |        |            |                  |                 |      |            |           |             |            |             |
| 3. | 2008 . |            |        |            |        |            |                  |                 |      |            |           |             |            |             |
| 4. | Totals |            |        |            |        |            |                  |                 |      |            |           |             |            |             |

|    |          |                      | Total Losses and   |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Balar  | nce Sheet     |
|----|----------|----------------------|--------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|    |          | Los                  | ss Expenses Incurr | red   | (Inci      | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|    |          | 26                   | 27                 | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|    |          | Direct and Coded Not |                    |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|    |          | Assumed Ceded Net    |                    |       | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1. | Prior    | X X X X X X X X X    |                    | XXX   | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2. | 2007     |                      |                    |       |            |                   |          |       |         |               |            |               |
| 3. | 2008     |                      |                    |       |            |                   |          |       |         |               |            |               |
| 4. | Totals . | X X X                | X X X              | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

## ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 1T **WARRANTY**

| Years in Which |            | Premiums Earned | <u> </u> |            |               |            | Loss and Loss E | xpense Payment | s         |             |               | 12         |
|----------------|------------|-----------------|----------|------------|---------------|------------|-----------------|----------------|-----------|-------------|---------------|------------|
| Premiums       | 1          | 2               | 3        |            |               | Defense    | and Cost        | Adjusting      | and Other | 10          | 11            | Number     |
| Were Earned    |            |                 |          | Loss Pa    | Loss Payments |            | nt Payments     | Payr           | nents     |             | Total Net     | of Claims  |
| and Losses     |            |                 | Net      | 4          | 4 5           |            | 7               | 8              | 9         | Salvage and | Paid (Columns | Reported - |
| Were           | Direct and |                 | (Columns | Direct and |               | Direct and |                 | Direct and     |           | Subrogation | 4 - 5 + 6     | Direct and |
| Incurred       | Assumed    | Ceded           | 1 - 2)   | Assumed    |               |            | Ceded           | Assumed        | Ceded     | Received    | - 7 + 8 - 9)  | Assumed    |
| 1. Prior       | X X X      | X X X           | X X X    |            |               |            |                 |                |           |             |               | X X X      |
| 2. 2007        |            |                 |          |            |               |            |                 |                |           |             |               |            |
| 3. 2008        |            |                 |          |            |               |            |                 |                |           |             |               |            |
| 4. Totals      | X X X      | X X X           | X X X    |            |               |            |                 |                |           |             |               | X X X      |

|    |        |            | Losses | Unpaid     |        | De         | fense and Cost ( | Containment Unp | oaid | Adjusting  | and Other | 23          | 24         | 25          |
|----|--------|------------|--------|------------|--------|------------|------------------|-----------------|------|------------|-----------|-------------|------------|-------------|
|    |        | Case       | Basis  | Bulk +     | · IBNR | Case       |                  |                 |      | Expense    | s Unpaid  |             |            | Number      |
|    |        | 13         | 14     | 15         | 16     | 17         |                  | <b>^</b>        |      | 21         | 22        |             | Total Net  | of Claims   |
|    |        |            |        |            |        |            | NI (             | ) NI            |      |            |           | Salvage and | Losses and | Outstanding |
|    |        | Direct and |        | Direct and |        | Direct and | IN               | J IN            |      | Direct and |           | Subrogation | Expenses   | Direct and  |
|    |        | Assumed    | Ceded  | Assumed    | Ceded  | Assumed    | `                |                 |      | Assumed    | Ceded     | Anticipated | Unpaid     | Assumed     |
| 1. | Prior  |            |        |            |        |            |                  |                 |      |            |           |             |            |             |
| 2. | 2007 . |            |        |            |        |            |                  |                 |      |            |           |             |            |             |
| 3. | 2008 . |            |        |            |        |            |                  |                 |      |            |           |             |            |             |
| 4. | Totals |            |        |            |        |            |                  |                 |      |            |           |             |            |             |

|    |          |                              | Total Losses and   |       | Loss an    | d Loss Expense Pe | rcentage | Nonta | abular  | 34            | Net Balar  | nce Sheet     |
|----|----------|------------------------------|--------------------|-------|------------|-------------------|----------|-------|---------|---------------|------------|---------------|
|    |          | Los                          | ss Expenses Incurr | red   | (Inci      | urred/Premiums Ea | rned)    | Disc  | ount    | Inter-Company | Reserves A | fter Discount |
|    |          | 26                           | 27                 | 28    | 29         | 30                | 31       | 32    | 33      | Pooling       | 35         | 36            |
|    |          | Direct and Assumed Ceded Net |                    |       | Direct and |                   |          |       | Loss    | Participation | Losses     | Loss Expenses |
|    |          | Assumed Ceded Net            |                    | Net   | Assumed    | Ceded             | Net      | Loss  | Expense | Percentage    | Unpaid     | Unpaid        |
| 1. | Prior    | XXX XXX XXX                  |                    | XXX   | XXX        | X X X             | X X X    |       |         | X X X         |            |               |
| 2. | 2007     |                              |                    |       |            |                   |          |       |         |               |            |               |
| 3. | 2008     |                              |                    |       |            |                   |          |       |         |               |            |               |
| 4. | Totals . | X X X                        | X X X              | X X X | XXX        | X X X             | X X X    |       |         | X X X         |            |               |

# ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company SCHEDULE P - PART 2 - SUMMARY

|     |         | INCUR | RED NET LOS | SES AND DEF | ENSE AND C | OST CONTAIN | MENT EXPEN | SES REPORT | ED AT YEAR E | ND (\$000 OM | ITTED) | DEVELO | PMENT |
|-----|---------|-------|-------------|-------------|------------|-------------|------------|------------|--------------|--------------|--------|--------|-------|
| Ye  | ears in | 1     | 2           | 3           | 4          | 5           | 6          | 7          | 8            | 9            | 10     | 11     | 12    |
| \ v | Vhich   |       |             |             |            |             |            |            |              |              |        |        |       |
| L   | osses   |       |             |             |            |             |            |            |              |              |        |        |       |
| ١ ١ | Vere    |       |             |             |            |             |            |            |              |              |        | One    | Two   |
| In  | curred  | 1999  | 2000        | 2001        | 2002       | 2003        | 2004       | 2005       | 2006         | 2007         | 2008   | Year   | Year  |
| 1.  | Prior   |       |             |             |            |             |            |            |              |              |        |        |       |
| 2.  | 1999    |       |             |             |            |             |            |            |              |              |        |        |       |
| 3.  | 2000    | X X X |             |             |            |             |            |            |              |              |        |        |       |
| 4.  | 2001    | X X X | X X X       |             |            | <u> </u>    |            |            | <u>L</u>     |              |        |        |       |
| 5.  | 2002    | X X X | X X X       | X X X       |            |             |            |            |              |              |        |        |       |
| 6.  | 2003    | X X X | X X X       | X X X       | X X X      |             | $\cap$     |            |              |              |        |        |       |
| 7.  | 2004    | X X X | X X X       | X X X       | X X X      | x           | L) I       | V          |              |              |        |        |       |
| 8.  | 2005    | X X X | X X X       | X X X       | X X X      | X           |            |            |              |              |        |        |       |
| 9.  | 2006    | X X X | X X X       | X X X       | X X X      | x X X       | X X X      | X X X      | [            |              |        |        |       |
| 10. | 2007    | X X X | X X X       | X X X       | X X X      | X X X       | X X X      | X X X      | X X X        |              |        |        | X X X |
| 11. | 2008    | X X X | X X X       | X X X       | X X X      | X X X       | X X X      | X X X      | X X X        | X X X        |        | XXX    | X X X |
| 12. | TOTALS  |       |             |             |            |             |            |            |              |              |        |        |       |

ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company

#### **SCHEDULE P - PART 2A**

#### **HOMEOWNERS/FARMOWNERS**

| Yea | rs in Which |       | INCURRED NE | T LOSSES AND | DEFENSE AND | COST CONTAIN | IMENT EXPENSI | ES REPORTED / | AT YEAR END (\$ | 000 OMITTED) |      | DEVELO   | PMENT    |
|-----|-------------|-------|-------------|--------------|-------------|--------------|---------------|---------------|-----------------|--------------|------|----------|----------|
| Lo  | sses Were   | 1     | 2           | 3            | 4           | 5            | 6             | 7             | 8               | 9            | 10   | 11       | 12       |
|     | Incurred    | 1999  | 2000        | 2001         | 2002        | 2003         | 2004          | 2005          | 2006            | 2007         | 2008 | One Year | Two Year |
| 1.  | Prior       |       |             |              |             |              |               |               |                 |              |      |          |          |
| 2.  | 1999        |       |             |              |             |              |               |               |                 |              |      |          |          |
| 3.  | 2000        | X X X |             |              |             |              |               |               |                 |              |      |          |          |
| 4.  | 2001        | X X X | X X X       |              |             | <u> </u>     |               |               |                 |              |      |          |          |
| 5.  | 2002        | X X X | X X X       | X X X        |             |              | _             |               |                 |              |      |          |          |
| 6.  | 2003        | X X X | X X X       | X X X        | X X X       |              | $\wedge$      |               |                 |              |      |          |          |
| 7.  | 2004        | X X X | X X X       | X X X        | X X X       | 🚺            | ( ) [         |               |                 |              |      |          |          |
| 8.  | 2005        | X X X | X X X       | X X X        | X X X       | 🛮 🔻          |               |               |                 |              |      |          |          |
| 9.  | 2006        | X X X | X X X       | X X X        | X X X       | <del> </del> | ۸ ۸ ۸         | ^ ^           |                 |              |      |          |          |
| 10. | 2007        | X X X | X X X       | X X X        | X X X       | X X X        | X X X         | X X X         | X X X           |              |      |          | X X X    |
| 11. | 2008        | X X X | X X X       | X X X        | X X X       | x x x        | X X X         | X X X         | X X X           | X X X        |      | X X X    | X X X    |
| 12. | TOTALS      |       |             |              |             |              |               |               |                 |              |      |          |          |

### **SCHEDULE P - PART 2B**

| PRIV/     | TF PA   | <b>ASSENGER</b> | ΔΙΙΤΟ Ι | IΔRII | .ITY/MEDICAL |
|-----------|---------|-----------------|---------|-------|--------------|
| L 1/1 A L | 11 L F/ | <b>400LNULN</b> | AUIUL   |       |              |

| 1.  | Prior  |       |       |       |       |   |            |       |       |       | <br>      |       |
|-----|--------|-------|-------|-------|-------|---|------------|-------|-------|-------|-----------|-------|
| 2.  | 1999   |       |       |       |       |   |            |       |       |       | <br>      |       |
| 3.  | 2000   | X X X |       |       |       |   |            |       |       |       | <br>      |       |
| 4.  | 2001   | X X X | X X X |       |       | <u> </u>                                      |            |       |       |       | <br>      |       |
| 5.  |        |       | X X X |       |       |   |            |       |       |       | <br>      |       |
| 6.  | 2003   | X X X | X X X | X X X | X X X |   | 0 1        |       |       |       | <br>      |       |
| 7.  | 2004   | X X X | X X X | X X X | X X X | 1   | ( ) r      |       |       |       | <br>      |       |
| 8.  | 2005   | X X X | X X X | X X X | X X X | 🛮 🔻   |            |       |       |       | <br>      |       |
| 9.  | 2006   | X X X | X X X | X X X | X X X | <del>\                                 </del> | <b>XXX</b> | ۸ ۸ ۸ |       |       | <br>      |       |
| 10. | 2007   | X X X | X X X | X X X | X X X | X X X   | X X X      | X X X | X X X |       | <br>      | X X X |
| 11. | 2008   | X X X | X X X | X X X | X X X | X X X   | X X X      | X X X | X X X | X X X | <br>X X X | X X X |
| 12  | TOTALS |       |       |       | •     |   | •          | •     |       | •     |           |       |

#### **SCHEDULE P - PART 2C**

#### COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL

| 1.  | Prior  |             |                                       |       |       |              |          |       |       |       | <br>      |       |
|-----|--------|-------------|---------------------------------------|-------|-------|--------------|----------|-------|-------|-------|-----------|-------|
| 2.  | 1999   |             |                                       |       |       |              |          |       |       |       | <br>      |       |
| 3.  | 2000   | X X X       |                                       |       |       |              |          |       |       |       | <br>      |       |
| 4.  | 2001   | XXX         | XXX                                   |       |       |              |          |       |       |       |           |       |
| 5.  | 2002   | X X X       | X X X                                 | X X X |       |              | 0 1      |       |       |       |           |       |
| 6.  | 2003   | X X X       | X X X                                 | X X X | X X X |              | $\wedge$ |       |       |       | <br>      |       |
| 7.  | 2004   | X X X       | X X X                                 | X X X | X X X | : 1          |          |       |       |       | <br>      |       |
| 8.  | 2003   | · · · · · · | · · · · · · · · · · · · · · · · · · · | A A A | A A A |              | _        |       |       |       | <br>      |       |
| 9.  | 2006   | X X X       | X X X                                 | X X X | X X X | <del>k</del> | ۸۸۸      | ۸۸۸   |       |       | <br>      |       |
| 10. | 2007   | X X X       | X X X                                 | X X X | X X X | X X X        | X X X    | X X X | X X X |       | <br>      | X X X |
| 11. | 2008   | X X X       | X X X                                 | X X X | X X X | X X X        | x x x    | X X X | X X X | X X X | <br>X X X | X X X |
| 12. | TOTALS |             |                                       |       |       |              |          |       |       |       | <br>      |       |

### **SCHEDULE P - PART 2D**

#### **WORKERS' COMPENSATION**

| 1.  | Prior  |       |       |       |       |       |       |       |       |       | <br>      |       |
|-----|--------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-----------|-------|
| 2.  |        |       |       |       |       |       |       |       |       |       |           |       |
| 3.  | 2000   | X X X |       |       |       |       |       |       |       |       | <br>      |       |
| 4.  | 2001   | X X X | X X X |       |       |       |       |       |       |       | <br>      |       |
| 5.  |        | X X X |       |       |       |       |       |       |       |       | <br>      |       |
| 6.  | 2003   | X X X | X X X | X X X | X X X |       | 10    |       |       |       | <br>      |       |
| 7.  | 2004   | X X X | X X X | X X X | X X X |       | ( ) r | u F   |       |       | <br>      |       |
| 8.  | 2005   | X X X | X X X | X X X | X X X | 🔳 🔻   |       |       |       |       |           |       |
| 9.  |        |       |       |       |       |       | ^ ^ ^ |       |       |       |           |       |
| 10. |        |       |       |       |       |       | X X X |       |       |       |           |       |
| 11. | 2008   | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | <br>X X X | X X X |
| 12. | TOTALS |       |       |       |       |       |       |       |       |       | <br>      |       |

## **SCHEDULE P - PART 2E**

#### **COMMERCIAL MULTIPLE PERIL**

| 1.  | Prior                |       |       |       |   |            |       |       |       | <br>      |       |
|-----|----------------------|-------|-------|-------|---|------------|-------|-------|-------|-----------|-------|
| 2.  | 1999                 |       |       |       |   |            |       |       |       | <br>      |       |
| 3.  | 2000 X X X           |       |       |       |   |            |       |       |       | <br>      |       |
| 4.  | 2001 X X X           | X X X |       |       |   |            |       |       |       | <br>      |       |
| 5.  | 2002 X X X           |       |       |       |   |            |       |       |       | <br>      |       |
| 6.  | 2003 XXX<br>2004 XXX | X X X | X X X | X X X |   | $\wedge$   |       |       |       | <br>      |       |
| 7.  | 2004 X X X           | X X X | X X X | X X X |   | ( ) r      | u F   |       |       | <br>      |       |
| 8.  | 2005   X X X         | X X X | X X X | X X X | • •   |            | •     |       |       |           |       |
| 9.  | 2006   X X X         | X X X | X X X | X X X | <del>\                                 </del> | <b>AAA</b> | ٨٨٨   |       |       | <br>      |       |
| 10. | 2007 X X X           | X X X | X X X | X X X | X X X   | X X X      | X X X | X X X |       | <br>      | X X X |
| 11. | 2008 X X X           | X X X | X X X | X X X | X X X   | X X X      | X X X | X X X | X X X | <br>X X X | X X X |
| 12. | TOTALS               |       |       |       |   |            |       |       |       | <br>      |       |

#### SCHEDULE P - PART 2F - SECTION 1

#### MEDICAL MALPRACTICE - OCCURRENCE

| Yea | rs in Which |       | INCURRED NE | T LOSSES AND | DEFENSE AND | COST CONTAIN | IMENT EXPENSE | S REPORTED / | AT YEAR END (\$ | 000 OMITTED) |      | DEVELO   | PMENT    |
|-----|-------------|-------|-------------|--------------|-------------|--------------|---------------|--------------|-----------------|--------------|------|----------|----------|
| Lo  | sses Were   | 1     | 2           | 3            | 4           | 5            | 6             | 7            | 8               | 9            | 10   | 11       | 12       |
|     | Incurred    | 1999  | 2000        | 2001         | 2002        | 2003         | 2004          | 2005         | 2006            | 2007         | 2008 | One Year | Two Year |
| 1.  | Prior       |       |             |              |             |              |               |              |                 |              |      |          |          |
| 2.  | 1999        |       |             |              |             |              |               |              |                 |              |      |          |          |
| 3.  | 2000        | X X X |             |              |             |              |               |              |                 |              |      |          |          |
| 4.  | 2001        | X X X | X X X       |              |             |              |               |              |                 |              |      |          |          |
| 5.  | 2002        | X X X | X X X       | X X X        |             |              | _             |              |                 |              |      |          |          |
| 6.  | 2003        | X X X | X X X       | X X X        | X X X       | <b>     </b> | $\wedge$      |              |                 |              |      |          |          |
| 7.  | 2004        | X X X | X X X       | X X X        | X X X       | : 1          | ( ) r         |              |                 |              |      |          |          |
| 8.  | 2005        | X X X | X X X       | X X X        | X X X       | 🛮 🔻          |               |              |                 |              |      |          |          |
| 9.  | 2006        | X X X | X X X       | X X X        | X X X       | <del> </del> | ٨٨٨           | ۸ ۸ ۸        |                 |              |      |          |          |
| 10. | 2007        | X X X | X X X       | X X X        | X X X       | X X X        | X X X         | X X X        | X X X           |              |      |          | X X X    |
| 11. | 2008        | X X X | X X X       | X X X        | X X X       | X X X        | X X X         | X X X        | X X X           | X X X        |      | X X X    | X X X    |
| 12. | TOTALS      |       |             |              |             |              |               |              |                 |              |      |          |          |

#### **SCHEDULE P - PART 2F - SECTION 2**

#### MEDICAL MALPRACTICE - CLAIMS MADE

| 1.  | Prior  |       |       |       |       |                  |               |       |       |       | <br>      |       |
|-----|--------|-------|-------|-------|-------|------------------|---------------|-------|-------|-------|-----------|-------|
| 2.  | 1999   |       |       |       |       |                  |               |       |       |       | <br>      |       |
| 3.  | 2000   | X X X |       |       |       |                  |               |       |       |       | <br>      |       |
| 4.  | 2001   | X X X | X X X |       |       | <u> </u>         |               |       |       |       | <br>      |       |
| 5.  | 2002   |       |       |       |       |                  | _             |       |       |       | <br>      |       |
| 6.  | 2003   | X X X | X X X | X X X | X X X |                  | $\bigcup$     |       |       |       | <br>      |       |
| 7.  | 2004   | X X X | X X X | X X X | X X X | 🔪                | () N          |       |       |       | <br>      |       |
| 8.  | 2005   | X X X | X X X | X X X | X X X |                  |               |       |       |       | <br>      |       |
| 9.  | 2006   | X X X | X X X | X X X | X X X | <del>x x x</del> | <b>XXX</b> ]. | 🔥 🗡 🗸 |       |       | <br>      |       |
| 10. | 2007   | X X X | X X X | X X X | X X X | X X X            | x x x  .      | X X X | X X X |       | <br>      | X X X |
| 11. | 2008   | X X X | X X X | X X X | X X X | X X X            | x x x  .      | X X X | X X X | X X X | <br>X X X | X X X |
| 12. | TOTALS |       |       |       |       |                  |               |       |       |       | <br>      |       |

### **SCHEDULE P - PART 2G**

#### SPECIAL LIABILITY (OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)

| 1.  | Prior  |       |       |       |       |   |              |            |       |       | <br>      |       |
|-----|--------|-------|-------|-------|-------|---|--------------|------------|-------|-------|-----------|-------|
| 2.  | 1999   |       |       |       |       |   |              |            |       |       | <br>      |       |
| 3.  | 2000   | X X X |       |       |       |   |              |            |       |       | <br>      |       |
| 4.  |        |       |       |       |       |   |              |            |       |       |           |       |
| 5.  | 2002   | X X X | X X X | X X X |       |   | 0 1          |            |       |       | <br>      |       |
| 6.  | 2003   | X X X | X X X | X X X | X X X | <b>     </b>                                  | $\wedge$     |            |       |       | <br>      |       |
| 7.  | 2004   | X X X | X X X | X X X | X X X | : 1   | ( ) [        |            |       |       | <br>      |       |
| 8.  | 2005   | X X X | X X X | X X X | X X X | 🖠 🗷 🔻   |              | <b>1</b> L |       |       | <br>      |       |
| 9.  | 2006   | X X X | X X X | X X X | X X X | <del>\                                 </del> | <b>^ ^ ^</b> | ٨٨٨        |       |       | <br>      |       |
| 10. | 2007   | X X X | X X X | X X X | X X X | X X X   | X X X        | X X X      | X X X |       | <br>      | X X X |
| 11. | 2008   | X X X | X X X | X X X | X X X | X X X   | X X X        | X X X      | X X X | X X X | <br>X X X | X X X |
| 12. | TOTALS |       |       |       |       |   |              |            |       |       | <br>      |       |

#### **SCHEDULE P - PART 2H - SECTION 1**

#### OTHER LIABILITY - OCCURRENCE

| 1.  | Prior                                  |     |       |       |                |          |            |       |       | <br>      |       |
|-----|--|-----|-------|-------|----------------|----------|------------|-------|-------|-----------|-------|
| 2.  | 1999                                   |     |       |       |                |          |            |       |       | <br>      |       |
| 3.  | 2000 X X X                             |     |       |       |                |          |            |       |       | <br>      |       |
| 4.  | 2001 X X X                             | XXX |       |       | <u> </u>       |          |            |       |       | <br>      |       |
| 5.  | 2002 X X X                             |     |       |       |                |          |            |       |       | <br>      |       |
| 6.  | 2003 X X X<br>2004 X X X<br>2005 X X X | XXX | X X X | X X X |                | $\wedge$ |            |       |       | <br>      |       |
| 7.  | 2004 X X X                             | XXX | X X X | X X X | <b>       </b> | ( ) r    | V F        |       |       | <br>      |       |
| 8.  | 2005 X X X                             | XXX | X X X | X X X |                |          | <b>1</b> L |       |       | <br>      |       |
| 9.  | 2006 X X X                             |     |       |       |                |          |            |       |       |           |       |
| 10. | 2007 X X X                             |     |       |       | I .            |          |            |       |       | l         | I     |
| 11. | 2008 X X X                             | XXX | X X X | X X X | X X X          | X X X    | X X X      | X X X | X X X | <br>X X X | X X X |
| 12. | TOTALS                                 |     |       |       |                |          |            |       |       | <br>      |       |

#### SCHEDULE P - PART 2H - SECTION 2

#### **OTHER LIABILITY - CLAIMS-MADE**

| 1.  | Prior            |       |       |       |   |              |       |       |       | <br>      |       |
|-----|------------------|-------|-------|-------|---|--------------|-------|-------|-------|-----------|-------|
| 2.  | 1999             |       |       |       |   |              |       |       |       | <br>      |       |
| 3.  | 2000 X X X       |       |       |       |   |              |       |       |       | <br>      |       |
| 4.  | 2001 X X X       | X X X |       |       |   |              |       |       |       | <br>      |       |
| 5.  | 2002 X X X       |       |       |       |   |              |       |       |       | <br>      |       |
| 6.  | 2003 X X X X X X | X X X | X X X | X X X |   | $\cap$       |       |       |       | <br>      |       |
| 7.  | 2004 X X X       | X X X | X X X | X X X |   | () r         | u F   |       |       | <br>      |       |
| 8.  | 2005   X X X     | X X X | X X X | X X X | 🗷 🔻   |              | •     |       |       |           |       |
| 9.  | 2006   X X X     | X X X | X X X | X X X | <del>\                                 </del> | <b>۸ ۸ ۸</b> | A A A |       |       | <br>      |       |
| 10. | 2007   X X X     | X X X | X X X | X X X | X X X   | X X X        | X X X | X X X |       | <br>      | X X X |
| 11. | 2008 X X X       | X X X | X X X | X X X | X X X   | X X X        | X X X | X X X | X X X | <br>X X X | X X X |
| 12. | TOTALS           |       |       |       |   |              |       |       |       | <br>      |       |

ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company

#### **SCHEDULE P - PART 21**

SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)

|    | JJ                  |       | ,          | —, <i>.</i> .— |             |     | , <b>_</b> _ |             | ···· · —,  —-   · |                | ,              |      |          | ,        |
|----|---------------------|-------|------------|----------------|-------------|-----|--------------|-------------|-------------------|----------------|----------------|------|----------|----------|
| Y  | ears in Which       |       | INCURRED N | ET LOSSES AND  | DEFENSE AND | COS | T CONTAIN    | MENT EXPENS | ES REPORTED       | AT YEAR END (S | \$000 OMITTED) |      | DEVELO   | OPMENT   |
|    | Losses Were 1 2 3 4 |       |            | 4              |             | 5   | 6            | 7           | 8                 | 9              | 10             | 11   | 12       |          |
|    | Incurred            | 1999  | 2000       | 2001           | 2002        |     | 2003         | 2004        | 2005              | 2006           | 2007           | 2008 | One Year | Two Year |
| 1. | Prior               | X X X | X X X      | X X X          | X X X       |     |              |             |                   |                |                |      |          |          |
| 2. | 2007                | X X X | X X X      | X X X          | X X X       |     |              |             |                   | X X X          |                |      |          | X X X    |
| 3. | 2008                | X X X | X X X      | X X X          | X X X       |     | IV           | U           | V C               | x x x          | X X X          |      | X X X    | X X X    |
| 4  | TOTALS              |       |            |                |             |     |              |             | _                 |                |                |      |          |          |

#### SCHEDULE P - PART 2J AUTO PHYSICAL DAMAGE

| Prior | X X X | X X X | X X X | X X X | 3 |    |        |   |       |       | <br>      |       |
|-------|-------|-------|-------|-------|---|----|--------|---|-------|-------|-----------|-------|
| 2007  | X X X | X X X | X X X | X X X | : |    | $\cap$ |   | X X X |       | <br>      | X X X |
| 2008  | X X X | X X X | X X X | X X X | : | IN | U      | N | X X X | X X X | <br>X X X | X X X |

#### **SCHEDULE P - PART 2K**

#### FIDELITY/SURETY

| 1. | Prior            | . X X X     | _      |     |           | <br>      |       |
|----|------------------|-------------|--------|-----|-----------|-----------|-------|
| 2. | 2007 XXX XXX     | . x x x   ! |        | X X |           | <br>      | X X X |
| 3. | 2008 X X X X X X | . x x x   ! | IN U N | X X | X   X X X | <br>X X X | X X X |
| 4. | TOTALS           | <br>        |        |     |           | <br>      |       |

### **SCHEDULE P - PART 2L**

#### OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

| 1. | Prior  | X X X | X X X | X X X | X X X | <br>_    |  |   |       |       | <br>      |       |
|----|--------|-------|-------|-------|-------|----------|--|---|-------|-------|-----------|-------|
| 2. | 2007   | X X X | X X X | X X X | X X X |          | <b>\                                    </b> |   | X X X |       | <br>      | X X X |
| 3. | 2008   | X X X | X X X | X X X | X X X | <br>IN ( | ) N  |   | X X X | X X X | <br>X X X | X X X |
| 4. | TOTALS |       |       |       |       | <br>•    |  | _ |       |       | <br>      |       |

### **SCHEDULE P - PART 2M**

#### **INTERNATIONAL**

| 1.  | Prior                      |          |       |       |          |                      |       |       | <br>      |       |
|-----|----------------------------|----------|-------|-------|----------|----------------------|-------|-------|-----------|-------|
| 2.  | 1999                       |          |       |       |          |                      |       |       | <br>      |       |
| 3.  | 2000                       |          |       |       |          |                      |       |       | <br>      |       |
| 4.  | 2001 X X X X X             | (X       |       |       |          |                      |       |       | <br>      |       |
| 5.  | 2002                       | (X   XXX |       |       |          |                      |       |       | <br>      |       |
| 6.  | 2003 XXX XX<br>2004 XXX XX | (X   XXX | X X X |       | $\wedge$ |                      |       |       | <br>      |       |
| 7.  | 2004 X X X   X X           | (X   XXX | X X X | :   🚺 | () I     | $\mathbf{v} \subset$ |       |       | <br>      |       |
| 8.  | 2005 X X X X X             | (X   XXX | X X X |       |          | •                    |       |       | <br>      |       |
| 9.  | 2006 X X X X X X           | (X   XXX | X X X | X X X | X X X    | X X X                | 1     |       | <br>      |       |
| 10. | 2007 X X X X X             | (X   XXX | X X X | X X X | X X X    | X X X                | X X X |       | <br>      | X X X |
| 11. | 2008                       | (X   XXX | X X X | X X X | X X X    | X X X                | X X X | X X X | <br>X X X | X X X |
| 12. | TOTALS                     |          |       |       |          |                      |       |       | <br>      |       |
|     |                            |          |       |       |          |                      |       |       |           |       |

ANNUAL STATEMENT FOR THE YEAR 2008 OF THE Care Improvement Plus South Central Insurance Company

### SCHEDULE P - PART 2N - REINSURANCE

#### NONPROPORTIONAL ASSUMED PROPERTY

|     | Years in | INCUR | INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 C |       |       |          |        |       |       |       |      | DEVELO | PMENT |
|-----|----------|-------|---|-------|-------|----------|--------|-------|-------|-------|------|--------|-------|
|     | Which    | 1     | 2   | 3     | 4     | 5        | 6      | 7     | 8     | 9     | 10   | 11     | 12    |
|     | Losses   |       |   |       |       |          |        |       |       |       |      |        |       |
|     | Were     |       |   |       |       |          |        |       |       |       |      | One    | Two   |
|     | Incurred | 1999  | 2000  | 2001  | 2002  | 2003     | 2004   | 2005  | 2006  | 2007  | 2008 | Year   | Year  |
| 1.  | Prior    |       |   |       |       |          |        |       |       |       |      |        |       |
| 2.  | 1999     |       |   |       |       |          |        |       |       |       |      |        |       |
| 3.  | 2000     | X X X |   |       |       |          |        |       |       |       |      |        |       |
| 4.  | 2001     | X X X | X X X   |       |       | <u> </u> |        |       |       |       |      |        |       |
| 5.  | 2002     | X X X | X X X   | X X X |       | <u> </u> |        |       |       |       |      |        |       |
| 6.  | 2003     | X X X | X X X   | X X X | X X X |          | $\cap$ |       |       |       |      |        |       |
| 7.  | 2004     | X X X | X X X   | X X X | X X X | :        | UI     | V C   |       |       |      |        |       |
| 8.  | 2005     | X X X | X X X   | X X X | X X X |          |        |       |       |       |      |        |       |
| 9.  | 2006     | X X X | X X X   | X X X | X X X | X X X    | X X X  | X X X |       |       |      |        |       |
| 10. | 2007     | X X X | X X X   | X X X | X X X | X X X    | X X X  | X X X | X X X |       |      |        | X X X |
| 11. | 2008     | X X X | X X X   | X X X | X X X | X X X    | X X X  | X X X | X X X | X X X |      | X X X  | X X X |
| 12. | TOTALS   |       |   |       |       |          |        |       |       |       |      |        |       |

#### **SCHEDULE P - PART 20 - REINSURANCE**

#### NONPROPORTIONAL ASSUMED LIABILITY

| 1.  | Prior  |       |       |       |       |            |       |              |       |       | <br>      |       |
|-----|--------|-------|-------|-------|-------|------------|-------|--------------|-------|-------|-----------|-------|
| 2.  | 1999   |       |       |       |       |            |       |              |       |       | <br>      |       |
| 3.  | 2000   | X X X |       |       |       |            |       |              |       |       | <br>      |       |
| 4.  |        |       |       |       |       |            |       |              |       |       | <br>      |       |
| 5.  | 2002   | X X X | X X X | X X X |       |            |       |              |       |       | <br>      |       |
| 6.  | 2003   | X X X | X X X | X X X | X X X |            | 01    |              |       |       | <br>      |       |
| 7.  | 2004   | X X X | X X X | X X X | X X X | <b>  \</b> | U I   | $\mathbf{v}$ |       |       | <br>      |       |
| 8.  | 2005   | X X X | X X X | X X X | X X X |            |       | •            |       |       | <br>      |       |
|     |        |       |       |       |       |            | X X X | X X X        |       |       | <br>      |       |
| 10. | 2007   | X X X | X X X | X X X | X X X | X X X      | X X X | X X X        | X X X |       | <br>      | X X X |
| 11. | 2008   | x x x | X X X | X X X | X X X | X X X      | x x x | x x x        | X X X | X X X | <br>X X X | x x x |
| 12. | TOTALS |       |       |       |       |            |       |              |       |       | <br>      |       |

### **SCHEDULE P - PART 2P - REINSURANCE**

#### NONPROPORTIONAL ASSUMED FINANCIAL LINES

| 4   | D.C.                 |               |                  |               |               |           |       |
|-----|----------------------|---------------|------------------|---------------|---------------|-----------|-------|
| 1.  | Prior                |               |                  |               |               | <br>      |       |
| 2.  | 1999                 |               |                  |               |               | <br>      |       |
| 3.  | 2000   X X X         |               |                  |               |               | <br>      |       |
| 4.  | 2001                 |               |                  |               |               |           |       |
| 5.  | 2002                 | X X X         | ····  <b>_</b> _ |               |               | <br>      |       |
| 6.  | 2002                 | X X X X X X   |                  | $\cup$        |               | <br>      |       |
| 7.  | 2004                 | X X X X X X   |                  | UINE          |               | <br>      |       |
| 8.  | 2005   X X X   X X X | X X X   X X X | ···              |               |               | <br>      |       |
| 9.  | 2006                 | XXX   XXX     | X X X            | X X X   X X X |               | <br>      |       |
| 10. | 2007 X X X X X X     | X X X X X X   | X X X            | X X X X X X   | X X X         | <br>      | X X X |
| 11. | 2008 X X X X X X     | X X X X X X   | x x x            | X X X   X X X | X X X   X X X | <br>X X X | X X X |
| 12. | TOTALS               |               |                  |               |               | <br>      |       |

#### SCHEDULE P - PART 2R - SECTION 1

#### PRODUCTS LIABILITY - OCCURRENCE

| \   | ears in | INCUR | RED NET LOS | SES AND DEF | ENSE AND C | OST CONTAIN |        | SES REPORT           |       | ND (\$000 OM | ITTED) | DEVELO | PMENT |
|-----|---------|-------|-------------|-------------|------------|-------------|--------|----------------------|-------|--------------|--------|--------|-------|
|     | Which   | 1     | 2           | 3           | 4          | 5           | 6      | 7                    | 8     | 9            | 10     | 11     | 12    |
|     | Losses  |       |             |             |            |             |        |                      |       |              |        |        |       |
|     | Were    |       |             |             |            |             |        |                      |       |              |        | One    | Two   |
|     | ncurred | 1999  | 2000        | 2001        | 2002       | 2003        | 2004   | 2005                 | 2006  | 2007         | 2008   | Year   | Year  |
| 1.  | Prior   |       |             |             |            |             |        |                      |       |              |        |        |       |
| 2.  | 1999    |       |             |             |            |             |        |                      |       |              |        |        |       |
| 3.  | 2000    | X X X |             |             |            |             |        |                      |       |              |        |        |       |
| 4.  | 2001    | X X X | X X X       |             |            | <u> </u>    |        |                      |       |              |        |        |       |
| 5.  | 2002    | X X X | X X X       | X X X       |            |             |        |                      |       |              |        |        |       |
| 6.  | 2003    | X X X | X X X       |             | X X X      |             | $\cap$ |                      |       |              |        |        |       |
| 7.  | 2004    | X X X | X X X       | X X X       | X X X      | 🔪           | UI     | $\mathbf{v} \subset$ |       |              |        |        |       |
| 8.  | 2005    | X X X | X X X       | X X X       | X X X      |             | •      |                      |       |              |        |        |       |
| 9.  | 2006    | X X X | X X X       | X X X       | X X X      | XXX         | X X X  | X X X                |       |              |        |        |       |
| 10. | 2007    | X X X | X X X       | X X X       | X X X      | X X X       | X X X  | X X X                | X X X |              |        |        | X X X |
| 11. | 2008    | X X X | X X X       | X X X       | X X X      | X X X       | X X X  | X X X                | X X X | X X X        |        | X X X  | X X X |
| 12. |         |       |             |             |            |             |        |                      |       |              |        |        |       |

#### **SCHEDULE P - PART 2R - SECTION 2**

#### PRODUCTS LIABILITY - CLAIMS-MADE

| 1.  | Prior   |             |       |                    |               | <br>      |       |
|-----|---|-------------|-------|--------------------|---------------|-----------|-------|
| 2.  | 1999  |             |       |                    |               |           |       |
| 3.  | 2000 X X X  |             |       |                    |               | <br>      |       |
| 4.  | 2001  |             |       |                    |               | <br>      |       |
| 5.  | 2002  | X X X       |       |                    |               | <br>      |       |
| 6.  | 2002 XXX XXX XXX 2004 XXX | X X X X X X |       | $\wedge$ NI $\Box$ |               | <br>      |       |
| 7.  | 2004 X X X X X X  | X X X X X X |       | UNE                |               | <br>      |       |
| 8.  | 2005  | X X X X X X |       |                    |               | <br>      |       |
| 9.  | 2006  | X X X X X X | XXX   | X X X X X X        |               | <br>      |       |
| 10. | 2007 X X X X X X  | X X X X X X | X X X | XXX   XXX          | X X X         | <br>      | X X X |
| 11. | 2008   X X X   X X X  | X X X X X X | X X X | XXX   XXX          | X X X   X X X | <br>X X X | X X X |
| 12. | TOTALS  |             |       |                    |               | <br>      |       |

## SCHEDULE P - PART 2S FINANCIAL GUARANTY/MORTGAGE GUARANTY

| 1. | Prior                        |      |           |         |
|----|------------------------------|------|-----------|---------|
| 2. | 2007 XXX XXX XXX XXX         |      | x x x     | XXX     |
| 3. | 2008   X X X   X X X   X X X | NUNE | xxx   xxx | XXX XXX |
| 4. | TOTALS                       | •••• |           |         |

### **SCHEDULE P - PART 2T**

#### WARRANTY

| 4. | TOTALS                |               | _ • | • • • • • • |       |       | <br>      |       |
|----|-----------------------|---------------|-----|-------------|-------|-------|-----------|-------|
| 3. | 2008   X X X   X X X  | x x x   x x x | IN  |             | X X X | X X X | <br>X X X | X X X |
| 2. | 2007 X X X X X X      | x x x   x x x |     |             | X X X |       | <br>      | X X X |
| 1. | Prior   X X X   X X X | X X X   X X X | ł   |             |       |       | <br>      |       |

# INDEX TO HEALTH ANNUAL STATEMENT

| Exhibit of Nonadmitted Assets                                    | . 16       |
|--|------------|
| Analysis of Operations By Lines of Business                      | . 7        |
| Assets   | . 2        |
| Cash Flow  | . 6        |
| Exhibit 1 - Enrollment By Product Type for Health Business Only  | . 17       |
| Exhibit 2 - Accident and Health Premiums Due and Unpaid          | . 18       |
| Exhibit 3 - Health Care Receivables                              | . 19       |
| Exhibit 4 - Claims Unpaid and Incentive Pool, Withhold and Bonus | . 20       |
| Exhibit 5 - Amounts Due From Parent, Subsidiaries and Affiliates | . 21       |
| Exhibit 6 - Amounts Due To Parent, Subsidiaries and Affiliates   | . 22       |
| Exhibit 7 - Part 1 - Summary of Transactions With Providers      |            |
| Exhibit 7 - Part 2 - Summary of Transactions With Intermediaries |            |
| Exhibit 8 - Furniture, Equipment and Supplies Owned              |            |
| Exhibit of Capital Gains (Losses)                                |            |
| Exhibit of Net Investment Income                                 |            |
|  |            |
| Exhibit of Premiums, Enrollment and Utilization (State Page)     |            |
| Five-Year Historical Data  |            |
| General Interrogatories  |            |
| Jurat Page   |            |
| Liabilities, Capital and Surplus                                 | . 3        |
| Notes To Financial Statements                                    | . 25       |
| Overflow Page For Write-ins                                      | . 41       |
| Schedule A - Part 1  | E01        |
| Schedule A - Part 2  | E02        |
| Schedule A - Part 3  | E03        |
| Schedule A - Verification Between Years                          | SI02       |
| Schedule B - Part 1  | E04        |
| Schedule B - Part 2  | E05        |
| Schedule B - Part 3  | E06        |
| Schedule B - Verification Between Years                          |            |
| Schedule BA - Part 1   |            |
| Schedule BA - Part 2   |            |
| Schedule BA - Part 3   |            |
| Schedule BA - Verification Between Years                         |            |
| Schedule D - Part 1  |            |
|  |            |
| Schedule D - Part 1A - Section 1                                 |            |
| Schedule D - Part 1A - Section 2                                 |            |
| Schedule D - Part 2 - Section 1                                  |            |
| Schedule D - Part 2 - Section 2                                  |            |
| Schedule D - Part 3  |            |
| Schedule D - Part 4  |            |
| Schedule D - Part 5  | E15        |
| Schedule D - Part 6 - Section 1                                  | E16        |
| Schedule D - Part 6 - Section 2                                  | E16        |
| Schedule D - Summary By Country                                  | SI04       |
| Schedule D - Verification Between Years                          | SI03       |
| Schedule DA - Part 1   | E17        |
| Schedule DA - Verification Between Years                         | SI11       |
| Schedule DB - Part A - Section 1                                 | E18        |
| Schedule DB - Part A - Section 2                                 | E18        |
| Schedule DB - Part A - Section 3                                 |            |
| Schedule DB - Part A - Verification Between Years                |            |
| Schedule DB - Part B - Section 1                                 |            |
| Schedule DB - Part B - Section 2                                 |            |
| Schedule DB - Part B - Section 3                                 |            |
| Schedule DB - Part B - Verification Between Years                |            |
| Schedule DB - Part C - Section 1                                 |            |
|  |            |
| Schedule DB - Part C - Section 2                                 |            |
| Schedule DB - Part C - Section 3                                 | <b>LZZ</b> |

# INDEX TO HEALTH ANNUAL STATEMENT

| Schedule DB - Part C - Verification Between Years  | SI13 |
|--|------|
| Schedule DB - Part D - Section 1   | E22  |
| Schedule DB - Part D - Section 2   | E23  |
| Schedule DB - Part D - Section 3   | E23  |
| Schedule DB - Part D - Verification Between Years  | SI13 |
| Schedule DB - Part E - Section 1   | E24  |
| Schedule DB - Part E - Verification  | SI13 |
| Schedule DB - Part F - Section 1   | SI14 |
| Schedule DB - Part F - Section 2   | SI15 |
| Schedule E - Part 1 - Cash   | E25  |
| Schedule E - Part 2 - Cash Equivalents   | E26  |
| Schedule E - Part 3 - Special Deposits   | E27  |
| Schedule E - Verification Between Years  | SI16 |
| Schedule S - Part 1 - Section 2  | 30   |
| Schedule S - Part 2  | 31   |
| Schedule S - Part 3 - Section 2  | 32   |
| Schedule S - Part 4  | 33   |
| Schedule S - Part 5  | 34   |
| Schedule S - Part 6  | 35   |
| Schedule T - Part 2 - Interstate Compact   | 37   |
| Schedule T - Premiums and Other Considerations   | 36   |
| Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group | 38   |
| Schedule Y - Part 2 - Summary of Insurer's Transactions With Any Affiliates                  | 39   |
| Statement of Revenue and Expenses  | 4    |
| Summary Investment Schedule  | SI01 |
| Supplemental Exhibits and Schedules Interrogatories  | 40   |
| Underwriting and Investment Exhibit - Part 1   | 8    |
| Underwriting and Investment Exhibit - Part 2   | 9    |
| Underwriting and Investment Exhibit - Part 2A  | 10   |
| Underwriting and Investment Exhibit - Part 2B  | 11   |
| Underwriting and Investment Exhibit - Part 2C  | 12   |
| Underwriting and Investment Exhibit - Part 2D  | 13   |
| Underwriting and Investment Exhibit - Part 3   | 14   |